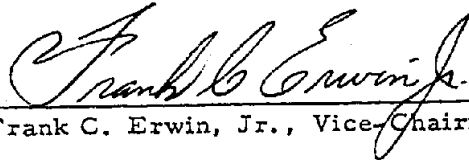


We, the undersigned members of the Board of Regents of
The University of Texas, hereby ratify and approve all
actions taken at this meeting to be reflected in the Minutes.

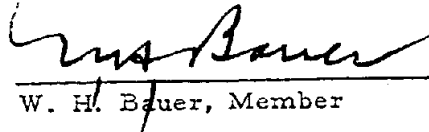
Signed this the 27th day of August, 1966, A.D.



W. W. Heath, Chairman



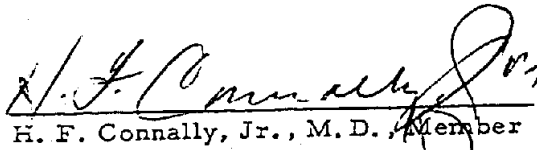
Frank C. Erwin, Jr., Vice-Chairman



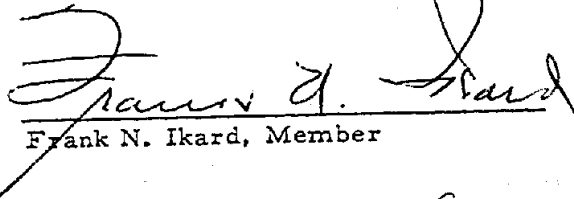
W. H. Bauer, Member



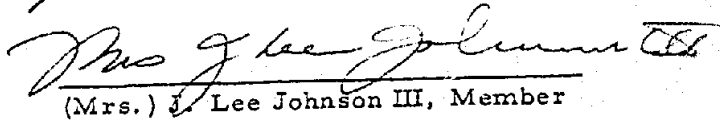
Walter P. Brennan, Member



H. F. Connally, Jr., M. D., Member



Frank N. Ikard, Member



(Mrs.) J. Lee Johnson III, Member



Jack S. Josey, Member

Levi A. Olan, Member

' 8-27-66 1620

MEETING NO. 645

ATTENDANCE.-- On Saturday, August 27, 1966, at 10:40 a. m. the Board of Regents of The University of Texas assembled in regular session in Room 212, Main Building, Austin, Texas, with the following in attendance:

<u>Present</u>	<u>Absent</u>
Chairman Heath, Presiding	Vice-Chairman Erwin - excused*
Regent Brenan	Regent Bauer - excused*
Regent Connally	Regent Ikard - excused*
Regent (Mrs.) Johnson	Regent Olan - excused**
Regent Josey	

Chancellor Ransom
Secretary Thedford

Among others in attendance were:

1. From the Office of Investments, Trusts and Lands of the Board of Regents:

Mr. Floyd O. Shelton, Executive Director (See Page 95 .)

2. From Central Administration:

Vice-Chancellors Hackerman, Haskew, Landrum, LeMaistre, Vowell, and Walker; Budget Officer Graydon, Comptroller Sparenberg, University Attorney Waldrep.

3. From Institutions out of Austin:¹

Doctors Clark, Ray, and Woolf

INVOCATION.-- Chairman Heath called the meeting to order, and Regent Josey offered the invocation.

APPROVAL OF MINUTES, JULY 8-9, 1966. --- On motion of Regent Brenan, seconded by Regent Josey, the minutes for the meeting of the Board of Regents of The University of Texas held on July 8-9, 1966 were unanimously approved in the form as distributed by the Secretary. These minutes appear in the Official Record, Volume XIII.

* Vice-Chairman Erwin and Regents Bauer and Ikard were excused from the Meeting of the Board but were in attendance at the meetings of the standing committees of which they are members and of the Committee of the Whole on Friday, August 26.

** On account of important business, Regent Olan was excused from the meetings of the standing committees and of the Board of Regents.

¹ All Institutional Heads (Doctors Arnim, Blocker, Clark, Gill, Olson, Pannill, Ray, Taylor and Woolf) were in attendance at the meetings of the standing committees on Friday, August 26.

8-27-66 1621

MAIN UNIVERSITY, M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE AND SOUTHWESTERN MEDICAL SCHOOL: DUAL POSITIONS FOR ADMINISTRATION AUTHORIZED PURSUANT TO SECTION 33, ARTICLE XVI, CONSTITUTION OF TEXAS.-- The following resolution with respect to each of the below listed members of the Administration of The University of Texas in connection with his services on each of the state or federal boards or commissions opposite his name was unanimously adopted upon motion of Regent Josey, seconded by Regent Brenan. This recommendation complies with the Attorney General's opinion No. C-550 relative to service on a state or federal board or commission by members of the faculty or Administration of The University of Texas within the meaning of Sections 12, 33 or 50 of Article XVI of the Constitution of Texas:

RESOLUTION

"WHEREAS, (the name of the individual) has an opportunity to serve as (the capacity in which he is serving on a state or federal board or commission):

"NOW, THEREFORE, BE IT RESOLVED by the Board of Regents of The University of Texas, acting pursuant to delegated legislative authority:

- "1. That the said (the name of the individual) be, and he is hereby, directed and required by the Board of Regents to serve as (the capacity in which he is serving on a state or federal board or commission) until he no longer has an opportunity to do so or until this direction and requirement is amended or revoked by the Board of Regents;
- "2. That the said (the name of the individual) be, and he is hereby, directed and required by the Board of Regents to serve as (the capacity in which he is serving on a state or federal board or commission) as a duty of his employment by The University of Texas, and such duty shall be in addition to all other duties that have been or may hereafter be assigned or required of him by the Board of Regents;
- "3. That the Board of Regents finds that (the name of the individual)'s service as (the capacity in which he is serving on a state or federal board or commission) is, and will continue to be, fully and entirely compatible with his employment by The University of Texas;
- "4. That the Board of Regents finds that (the name of the individual)'s service as (the capacity in which he is serving on a state or federal board or commission) is, and will continue to be, a benefit and advantage to The University of Texas and the State of Texas; and

"5. That the Board of Regents finds that neither the (board or commission on which he is serving) nor (the name of the individual) as (a capacity in which he is serving) will exercise any sovereign function or power of government."

MAIN UNIVERSITY

<u>Name</u>	<u>Classification</u>	<u>Board or Commission</u>
John R. Stockton	Director, Bureau	Member - Advisory Group to the Commissioner of Internal Revenue

M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE

Renilda Hilkemeyer, R. N.	Director of Nursing	Member - Advisory Committee on Nursing Education to the Coordinating Board, Texas College and University System
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SOUTHWESTERN MEDICAL SCHOOL

Heinz F. Eichenwald, M. D.	Chairman, Department of Pediatrics	Chairman - Panel on Anti-Infectives, National Research Council, National Academy of Sciences
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MAIN UNIVERSITY: APPROVAL OF CLAIM FOR LOSSES CAUSED BY FIRE IN MAIN BUILDING TOWER ON AUGUST 10, 1965.-- Regent Brenan moved that the Board of Regents approve (1) the settlement with the Travelers Insurance Company and the Travelers Indemnity Company (who had the liability insurance for the McCarty-Conley Company, the contractor for the air-conditioning work in the Main University Building Tower) for the University's losses caused by the fire in the Main Building Tower on August 10, 1965 as outlined on the following page in the amount of \$61,004.22; and (2) that Comptroller Sparenberg be authorized to execute for the Travelers Insurance Company the release form when approved by University Attorney Waldrep.

The motion was duly seconded and unanimously adopted.

8-27-66 1623

Amounts Based on Actual Charges:

Building repair work under contract to W.D. Anderson Co., (including adjustments for work omitted or extra work performed)	\$ 18,909.00
Removing smoke odor - Airkem Service of Austin	2,950.00
Repairs to elevators - Otis Elevator Co.	879.64
Initial clean up, including removal of damaged lath and plaster - Robert C. Gray Construction Co.	1,078.05
Painting and reglazing damaged windows	584.80
Buildings and Grounds Dept. services for cleaning up damage and salvaging damaged materials	1,631.60
Buildings and Grounds Dept. charges for repairing or replacing damaged furniture	1,527.33
Services of guards to guard materials stored in Records Storage Warehouse, Balcones Research Center, August 12, 1965 through February 9, 1966	4,422.60
Humanities Research Center - actual charges for expenses incurred in initial salvage and subsequent preliminary and final restoration work, University Collections	3,600.07
Other charges, including cleaning smoke from exterior of Tower, temporary shoring, Engineer's investigation and analysis of structural damage, and miscellaneous repairs	<u>1,111.77</u>
Subtotal	<u>\$ 36,694.86</u>

Amounts Based on Estimates:

Painting by Physical Plant Staff	\$ 1,210.95
Humanities Research Center estimate of total irreparable loss of original designs, models, writings and rare books in University Collections	12,380.75
Humanities Research Center estimate of additional clerical assistance and supplies required for restoration of University Collections	8,141.34
Losses in Dr. H. T. Manuel's Office, including losses of Testing and Guidance materials for Research Project OE 5-10-161 - Per Dr. Manuel's Estimate	<u>2,576.32</u>
Subtotal	<u>\$ 24,309.36</u>
Grand Total	<u>\$ 61,004.22</u>

Note: The Hoblitzelle Foundation filed a claim for \$4,736.75 under their own policy, for damages to certain collections still owned by the Foundation.

8-27-66 1624

MAIN UNIVERSITY: WAIVER OF NEPOTISM RULE FOR ANGUS PEARSON AND ERNA PEARSON FOR 1966-67 LONG SESSION. -- It was moved by Regent Johnson that the nepotism rule be waived in the case of Angus Pearson, Assistant Professor of Computer Science, and his wife, Erna Pearson, as part-time Instructor in Computer Science, for the 1966-67 Long Session. Regent Josey seconded this motion which unanimously prevailed.

RULES AND REGULATIONS OF THE BOARD OF REGENTS, PART ONE: AMENDMENT TO CHAPTER III, SECTION 30. (15) (FINAL ADOPTION). -- At the meeting on July 9, 1966 an amendment to the Rules and Regulations of the Board of Regents for the Government of The University of Texas, Part One, Chapter III, Section 30. (15) was adopted on first reading. This amendment deleted Section 30. (15) and substituted in lieu thereof the following:

"30. (15) Any person receiving service retirement under the Teacher Retirement System of Texas and who is over sixty-five (65) years of age may be employed by a State-supported college or university in this state on as much as a one-third time basis (which for teachers shall in no event exceed teaching of six (6) semester hours)."

It was moved by Regent Josey, seconded by Regent Johnson and unanimously adopted that final approval be given to the foregoing amendment. This is in compliance with the Rules and Regulations, Part One, Chapter I, Section 4.1 (second reading or 30-day rule).

RULES AND REGULATIONS OF THE BOARD OF REGENTS, PART ONE. AMENDMENT TO CHAPTER I, SECTION 6. 16: RULES SUSPENDED AND FINALLY ADOPTED; PROCEDURE AUTHORIZED. -- On motion by Regent Josey, seconded by Regent Connally, the Board suspended the rule in the Rules and Regulations, Part One, Chapter I, Section 4.1 and amended Part One, Chapter I, Section 6. 16 by deleting the body of Section 6. 16 and substituting in lieu thereof the following to be effective immediately.

"6. 16 Composition and Duties of the Executive Committee. -- The Executive Committee shall be composed of all members of the Board. It shall have the following duties:"

By the same motion, the procedure now followed for the Chancellor's Docket with respect to action of the Committee was adopted for the Executive Committee except that the time element involved was changed from "fourteenth day" to "seventh day." The procedure as adopted reads as follows:

"All items not excepted by any Regent will be deemed approved without further action by the Board, and will be reported for the record in the Minutes of the next meeting of the Board. Any Regent whose completed ballot has not been received by the

Secretary at the conclusion of business on the seventh day after the item referred to the Executive Committee has been mailed to such Regent shall be deemed to have approved the item submitted without exception."

Chairman Heath at this time took opportunity to review the procedure that would be followed in submitting items to the Executive Committee pointing out that if any one member votes against an item, this item shall be held until the following meeting of the Board for consideration.

MAIN UNIVERSITY: LETTER AGREEMENT BETWEEN THE UNIVERSITY OF TEXAS AND AUSTIN - TRAVIS COUNTY DEPARTMENT OF CIVIL DEFENSE FOR INSTALLATION OF REMOTE SPEAKER STATION. -- Upon motion of Regent Brenan, seconded by Regent Connally, the Board unanimously approved the recommendation of Vice-Chancellor Hackerman, concurred in by Chancellor Ransom, that the University enter into a letter agreement with the Austin - Travis County Department of Civil Defense that one remote speaker station (Combined Voice Warning, Voice Direction and Siren Tones) be installed in the Main University Tower and authorized Business Manager Colvin to sign the letter of agreement which will contain provisions for the cancellation of the agreement on reasonable notice by either party as it becomes necessary and with the provision that it is without expense to The University of Texas.

This agreement will permit The University of Texas to use the voice warning system under emergency conditions for University purposes as well as being a good location for the over-all Department of Civil Defense warning system in Austin.

MAIN UNIVERSITY: PERMISSION TO TRAVIS COUNTY MEDICAL SOCIETY TO ERECT ANTENNA ATOP THE TOWER BUILDING. -- The request of the Travis County Medical Society for permission to erect an antenna atop the Tower Building to be used in cases of disaster of any kind, for doctors, medical services, and ambulances so as to be able by a paging service to reach doctors who cannot be reached by telephone was unanimously authorized upon motion of Regent Brenan, seconded by Regent Connally, with the understanding that University Attorney Waldrep will carefully prepare an instrument to be approved by the Administration and with the further understanding that there will be no expense to the University, that there will be provisions for the cancellation of the agreement on reasonable notice by each party, and that the Tower will be completely under the control of the University at all times.

MAIN UNIVERSITY: FACULTY LEGISLATION RE REVISION OF BUILDING AND SPACE ALLOCATION COMMITTEE AND CHANGE OF NAME TO FACULTY BUILDING COMMITTEE. -- Regent Johnson moved that the recommendation of Vice-Chancellor Hackerman and Chancellor Ransom to change the name of the "Building and Space Allocation Committee" at the Main University to the "Faculty Building Committee" be approved and that the composition and duties of said committee be as follows:

Composition: Five faculty members, including the chairman;
 Director of the Office of Facilities Planning and
 Construction (ex officio without vote); Business
 Manager, Main University (ex officio without vote);
 Director of the School of Architecture (ex officio
 without vote).

' 8-27-66 1626

The faculty members are to be appointed for five-year, overlapping terms, one rotating off each year. They would be eligible to succeed themselves but not for more than one term. The Vice-Chancellor for Academic Affairs will name the chairman.

Function: The committee shall participate for the faculty in the planning and programming of buildings. They shall have a strong voice in (a) campus master planning, (b) priority of building construction, (c) building location, (d) new space allocation (but not assignment of currently existing space), (e) programming of buildings, and (f) reviewing and recommending on final plans.

They shall report through the Office of Vice-Chancellor for Academic Affairs to the Chancellor and periodically to the Faculty Council.

During the preparation of the preliminary plans for the erection of a particular building, the Vice-Chancellor for Academic Affairs will appoint a special committee, composed of faculty who have a direct interest in the proposed building, to serve until the completion thereof, one of whom will be designated as a voting member of the Faculty Building Committee for the specified building. Whenever a building is to include library facilities, the University librarian is to be added as a member of this committee, without vote.

Regent Josey seconded the motion which unanimously prevailed. (This will become a part of the institutional supplement (Main University) to the Rules and Regulations at such time as it is adopted.)

MAIN UNIVERSITY: WOMEN'S COOPERATIVE HOUSING, STATUS REPORT. -- Chairman Heath read the status report submitted by the Administration on the Women's Cooperative Housing Project at the Main University. He pointed out (1) that the final plans presented to the Board on July 8-9, 1966, through the Buildings and Grounds Committee were neither approved nor disapproved by the Board, and (2) that the University has an application for a loan with the department of Housing and Urban Development with which it is hoped this project will be financed. This application has not yet been acted on, and until it is acted on a contract cannot be let.

The recommendation of the administration that, "through utilization of the project committee and the Consulting Architects, the entire project be reviewed from a design concept, the number of girls which can be housed, and the location on the land available and report back to the Board of Regents at a later meeting," was approved on motion of Regent Josey, seconded by Regent Connally.

REPORT OF STANDING COMMITTEES

8-27-66
1627

REPORT OF THE EXECUTIVE COMMITTEE (See Page 38 for adoption). -- Since the last meeting of the Board of Regents on July 9, the Executive Committee has approved the following recommendations of the Administration and the recommendations of the Special Committee on Bank Depository Agreements (committee composed of Vice-Chairman Erwin and Regents Connally and Josey). With reference to the action taken on the report of the Special Committee on Bank Depository Agreements, Chairman Heath and Regent Brennan were present at the meeting of the Executive Committee for the purpose of making a quorum. As to the portion of the report relating to the Bank Depository Agreements, a majority vote approved said agreements, but Chairman Heath and Regent Brennan abstained from voting. (See Adoption of Report on Page 38.)

a. Permission to Travel: Main University, Medical Branch and M. D. Anderson Hospital and Tumor Institute

- (1) Main University: Permission to Doctor Robert F. Peck for Travel (2T-17). -- Permission was granted to Doctor Robert F. Peck, Professor of Educational Psychology, to go to Spain, Italy, Germany, Yugoslavia, and England from June 22 through September 6, 1966 to attend the annual International Conference in conjunction with Cross-National Study. Doctor Peck's expenses to be reimbursed are \$714.49 for transportation and \$1,616 per diem (101 days) from contract funds.
- (2) Main University: Permission to Doctor Marshall R. Wheeler for Travel (2T-18). -- Permission was granted to Doctor Marshall R. Wheeler, Professor of Zoology, to go to the Hawaiian Islands, Samoa, Fiji, and Japan from June 14 through August 31, 1966 to collect and study Drasophilidae in connection with research grants. Doctor Wheeler's expenses to be reimbursed are \$2,500 for transportation and \$1,264 per diem (79 days) from contract funds.
- (3) Main University: Permission to Doctor Aaron Bar-Adon for Travel (2T-20). -- Permission was granted to Doctor Aaron Bar-Adon, Associate Professor of Linguistics, to go to Jerusalem and Tel-Aviv, Israel from July 17 through August 31, 1966 to continue recording project in connection with the comprehensive studies of the Revival of Modern Hebrew; to interview and recruit prospective staff members for the Hebrew Studies Program; to secure teaching materials; and to prepare a symposium on the Revival of Modern Hebrew to be held at the University in the fall of 1966. Doctor Bar-Adon's expenses to be reimbursed are \$1,067.10 for transportation and \$750.00 per diem (46 days) from contract funds.
- (4) Main University: Permission to Doctor Lennart Lauri Kopra for Travel (2T-21). -- Permission was granted to Doctor Lennart Lauri Kopra, Professor of Speech and Education and Director of the Speech and Hearing Clinic,

to go to New York City from August 8 through September 8, 1966 to attend NDEA Institute on Applied Linguistics for the Hearing Impaired, August 15 through September 2. Doctor Kopra is to be reimbursed \$276.32 for transportation from contract funds.

- (5) Main University: Permission to Doctor Earnest F. Gloyna for Travel (2T-22)*. -- Permission was granted to Doctor Earnest F. Gloyna, Professor of Civil Engineering, to go to Geneva, Switzerland and Munich, Germany from August 8 through September 10, 1966 to attend the meeting of the World Health Organization in Geneva and in Munich to attend the Third International Conference on Water Pollution Control. Part of Doctor Gloyna's expenses will be paid by Water Pollution Control Conference and World Health Organization with no expenses to the University.
- (6) Medical Branch: Permission to Doctor Dieter Assor for Travel (4T-7)*. -- Permission was granted to Doctor Dieter Assor, Instructor, to go to Leiden, Netherlands from August 22 through September 30, 1966 to attend the International Geographic Pathology Cardio Vascular Disease Symposium (this also includes his annual vacation time). Doctor Assor's expenses to be reimbursed are \$600 for transportation and \$600 per diem (40 days) with funds to come from Pathology Current Restricted funds.
- (7) M. D. Anderson Hospital and Tumor Institute: Permission to Doctor R. Lee Clark for Travel (6T-6)*. -- Permission was granted to Doctor R. Lee Clark, Director of M. D. Anderson Hospital and Tumor Institute and Surgeon-in-Chief and Professor of Surgery (1965-66), to go to Los Angeles, California on October 15, 1966 for a meeting with Doctor Justin Stein, Professor of Radiology at the University of California Medical Center, concerning the Regional Medical Program in Heart Disease, Cancer, Stroke and Related Diseases with expenses to be payable from State funds; to go to Tokyo, Japan October 15 through October 29, 1966 to participate in the Ninth International Cancer Congress and to present a paper on "Rehabilitation of the Cancer Patient," and to assist in the presentation of the invitation of the United States to hold the Tenth International Cancer Congress in Houston; to go to Manila, Hong Kong, Bangkok, Delhi, Bombay, Cairo and Jerusalem from October 30 through November 10, 1966 to visit research centers and cancer facilities and to confer with physicians and scientists concerning methods of treatment and educational and research programs, the majority of which will be consultation visits at the requests of Doctor Frank Connell of the China Medical Board; to go to Athens, Prague and London from November 10 through November 19 to visit research and cancer facilities for similar exchanges of information as in the Far East; to go to New York, New York November 20 and 21 to meet with Doctor Frank L. Horsfall, President and Director of Memorial Sloan Kettering Cancer Center, for exchange of information concerning planning for Regional Medical Programs in Heart Disease, Cancer, Stroke, and Related Diseases with emphasis on the role of categorical cancer institutes.

* Approved by all members of the Executive Committee except Regent Olan who is out of the country.

8-27-66

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b. Southwestern Medical School: Amendment to 1966-67 Classified Personnel Pay Plan (1-CI-66). -- The Classified Personnel Pay Plan for the Southwestern Medical School was amended by adding the following classification, effective September 1, 1966:

<u>Code</u>	<u>Classification</u>	<u>Monthly Range</u>	<u>Annual Range</u>	<u>Step No</u>
2209	Research Nurse	\$439 - 565	\$5,268 - 6,780	32

c. Medical Branch: Acquisition of Lot 3, Block 489 (44-M-65) -- In compliance with the policies and procedures for the acquisition of properties previously approved by the Board of Regents the following contract of sale was approved as set out below for the full Board's consideration with authority (1) for voucher and check to be issued and said check delivered in exchange for warranty deed and evidence of good title to the property, (2) for funds to pay for this property from funds previously received from The Sealy and Smith Foundation and/or the appropriations previously made by the Board of Regents for the acquisition of this property, and (3) for Mr. Warren G. Harding to sign the contract on behalf of the Board of Regents:

<u>Block</u>	<u>Lot</u>	<u>Seller</u>	<u>Purchase Price</u>
489	3	Estate of E. J. Cordray, Deceased	\$8,846.00

Sale is to be consummated on or before August 1, 1966.

d. Amendments, 1965-66 Budgets (Central Administration, Main University, Texas Western College, Arlington State College, Medical Branch, Southwestern Medical School, M. D. Anderson Hospital and Tumor Institute, and Graduate School of Biomedical Sciences at Houston). - The following amendments to the 1965-66 Budgets were approved for ratification as set out below:

CENTRAL ADMINISTRATION

<u>Item No</u>	<u>Explanation</u>	<u>Present Status</u>	<u>Proposed Status</u>	<u>Effective Date</u>
12	University Lands, Geology			
	Transfer of Funds	From: Available University Fund Unappropriated Balance	To: University Lands Geology - Travel Account	
	Amount of Transfer	\$1,200	\$1,200	-----
13.	System Personnel Office - Workmen's Compensation Insurance			
	Transfer of Funds	From: Workmen's Compensation Insurance - Unappropriated Balance	To: Workmen's Compensation Insurance - Physical Examinations	
	Amount of Transfer	\$5,000	\$5,000	-----

MAIN UNIVERSITY

8-27-66 1630

Item No.	Explanation	Present Status	Proposed Status	Effective Dates
85.	Mary P. Vincent Testing and Counseling Center	Psychologist III (F. T.) \$7,104	Psychologist III (1/2 T.) \$8,160	7/1/66
94.	Curriculum and Instruction Transfer of Funds	From: Unallocated Travel	To: Curriculum and Instruction - Travel Account \$565	
	Amount of Transfer	\$565		
97.	Eugene D. Pendergraft Linguistics Research Center	Research Scientist (F. T.) \$15,000	Research Scientist (1/2 T.) \$18,000	7/1/66
	Salary Rate			
	Source of Funds: Government Con- tract Funds			
98.	Extension Teaching and Field Service Bureau Transfer of Funds	From: Unappropri- ated Balance via Re-estimated Income	To: Extension Teaching and Field Service Bureau: Extension Classes and Consultant Services \$30,000 Maintenance, Operation and Equipment	5,000 \$35,000
	Amount of Transfer	\$35,000		
99.	Industrial and Business Training Bureau Transfer of Funds	From: Bureau Salaries Account	To: Bureau Travel Account	
	Amount of Transfer	\$5,000	\$5,000	
100.	Engineering Foundation (Current Restricted Funds)	From: Engineering Foundation - Unallocated Account	To: Engineering Foundation - Administrative Travel	
	Amount of Transfer	\$1,800	\$1,800	

MAIN UNIVERSITY
(Continued)

' 8-27-66 1631

Item No.	Explanation	Present Status	Proposed Status	Effective Dates
101.	Physical Plant - Buildings and Grounds			
	Transfer of Funds	From: Main University Unappropriated Balance	To: Buildings and Grounds - Furniture and General Equipment	
	Amount of Transfer	\$15,000	\$15,000	-----
102.	Texas Union			
	Transfer of Funds	From: Auxiliary Enterprises Unappropriated Balance via Estimated Income	To: Texas Union - Maintenance and Operation	
	Amount of Transfer	\$25,000	\$25,000	-----

TEXAS WESTERN COLLEGE

Item No.	Explanation	Present Status	Proposed Status	Effective Dates
32.	Frank B. Cotton Trust - Current Restricted Fund			
	Transfer of Funds	From: Cotton Trust Unappropriated Balance	To: Appraisal Expense	
	Amount of Transfer	\$10,000	\$10,000	-----
33.	Intercollegiate Athletics			
	Transfer of Funds	From: Unappropriated Balance - Intercollegiate Athletics	To: Salaries Account - Intercollegiate Athletics Salary for: Assistant Football Coach Donald Robbins	
	Amount of Transfer	\$ 833.33 (12 mos. Rate \$10,000)	\$ 833.33	8/1/66

ARLINGTON STATE COLLEGE

1632

8-27-66

Item No	Explanation	Present Status	Proposed Status	Effective Dates
11.	Service Departments - Data Processing			
	Transfer of Funds	From: Unappropriated Balance via Estimated Income	To: Data Processing - Capital Outlay (Equipment)	
	Amount of Transfer	\$1,845	\$1,845	-----
12	Service Departments - Library Duplication			
	Transfer of Funds	From: Unappropriated Balance via Estimated Income	To: Library Duplication - Other Expense	
	Amount of Transfer	\$ 300	\$ 300	-----
13	Service Departments - Reproduction Department			
	Transfer of Funds	From: Unappropriated Balance via Estimated Income	To: Reproduction Department - Other Expense	
	Amount of Transfer	\$10,000	\$10,000	-----
14	Auxiliary Enterprises - Food Service Center			
	Transfer of Funds	From: Unappropriated Balance via Estimated Income	To: Food Service Center - Wages	
	Amount of Transfer	\$ 7,000	\$ 7,000	-----
15	Auxiliary Enterprises - Exchange Store			
	Transfer of Funds	From: Unappropriated Balance via Estimated Income	To: Exchange Store - Other Expenses	
	Amount of Transfer	\$50,000	\$50,000	-----

MEDICAL BRANCH

1633

8-27-66

<u>Explanation</u>	<u>Present Status</u>	<u>Proposed Status</u>	<u>Effective Dates</u>
Dieter Assor Pathology	Instructor	Instructor	
Salary Rate	\$16,000	\$18,000	7/1/66
Source of Funds: Current Restricted Funds - Professional Fees			

SOUTHWESTERN MEDICAL SCHOOL

<u>Explanation</u>	<u>Present Status</u>	<u>Proposed Status</u>	<u>Effective Dates</u>
James A. Belli Radiology	Assistant Professor	Assistant Professor	
Salary Rate	\$18,000	\$19,000	7/1/66
Source of Funds: U. S. P. H. S. Career Development Award			
Mitchell P. Tarkoff Internal Medicine	Fellow	Fellow	
Salary Rate	\$ 6,500	\$ 9,000	7/1/66
Source of Funds: U. S. P. H. S. Grant			

M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE

<u>Explanation</u>	<u>Present Status</u>	<u>Proposed Status</u>	<u>Effective Dates</u>
James D. Oates Medical Staff - Pathology	Fellow in Pathology	Fellow in Pathology	
Salary Rate	\$ 6,500	\$ 8,500	7/1/66
Source of Funds: NCI Training Grant			
Patrick S. Alsuk Research - Biology	Predoctoral Fellow in Biology	Predoctoral Fellow in Biology	
Salary Rate	\$ 4,500	\$ 6,500	7/1/66
Source of Funds: NCI Training Grant			

8-27-66

<u>Explanation</u>	<u>Present Status</u>	<u>Proposed Status</u>	<u>Effective Dates</u>
Howard W. Higholt Research - Experimental Radiotherapy	Fellow in Radio- therapy	Fellow in Radio- therapy	
Salary Rate	\$ 6,000	\$ 9,000	7/1/66
Source of Funds: NCI Training Grant			
Marco Fiorentino Research - Biomathematics	Research Statistical Analyst	Research Statistical Analyst	
Salary Rate	\$ 9,000	\$10,920	7/1/66
Source of Funds: National Advisory Health Council Grants			
Masami Hirano Education - Office of Education	Fellow in Medicine	Fellow in Medicine	
Salary Rate	\$ 5,000	\$ 7,000	7/1/66
Iraj Sooudi Education - Office of Education	Resident in Maxillofacial Somato - Prosthesis	Resident in Maxillofacial Somato - Prosthesis	
Salary Rate	\$ 4,000	\$ 6,000	7/1/66
Noe Z. Hernandez Education - Office of Education	Resident in Anesthesiology	Resident in Anesthesiology	
Salary Rate	\$ 6,000	\$ 7,000	7/1/66
Robert H. Trimble Education - Office of Education	Resident in Radiotherapy	Resident in Radiotherapy	
Salary Rate	\$ 5,100	\$ 6,300	7/1/66
Raul I. Lede Education - Office of Education	Fellow in Pathology	Fellow in Pathology	
Salary Rate	\$ 5,500	\$7,000	7/1/66
Manuel-Nicholas Fernandez Education - Office of Education	Fellow in Medicine	Fellow in Medicine	
Salary Rate	\$ 5,000	\$ 6,000	7/1/66
Source of Funds: Grant Funds and General Budget Funds			

GRADUATE SCHOOL OF BIOMEDICAL SCIENCES AT HOUSTON

1635

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<u>Explanation</u>	<u>Present Status</u>	<u>Proposed Status</u>	<u>Effective Dates</u>
Division of Graduate Studies			
Transfer of Funds	From: Unappropriated Surplus	To: Educational and Instruction Expenses	
Amount of Transfer	\$ 3,000	\$ 3,000	-----

- e. Medical Branch: Permission to Rent Off-Campus Space for Housing of Regional Medical Program Personnel (45-M-65). -- Permission was granted to the Medical Branch to enter into a lease agreement for the rental of 1,750 square feet of space in the Sealy and Smith Professional Building at a cost of 35¢ per square foot per month. The space is to house new personnel provided for by the Regional Medical Program Grant and is to be effective from the date of the grant for a period of two years. Authority was granted for the appropriate University official to sign the necessary lease agreement after it has been approved by the University Attorney as to form.
- f. Hogg Foundation: Sale of 1907 West Clay, Houston, Texas, Received Under the Will of Mrs. Eloise Helbig Chalmers (46-M-65) -- The sale of the home of Mrs. Eloise Helbig Chalmers at 1907 West Clay, Houston, Texas, to Mr. and Mrs. William C. Hamble for a consideration of \$8,500, payable \$1,000 down and the remainder payable in monthly installments over a period of ten years at six per cent interest with full prepayment privileges was authorized. No sales commission is involved in this transaction. The Chairman of the Board was authorized to execute the appropriate papers for this sale when they have been approved as to form by the University Attorney and as to content by the Endowment Officer.
- g. Texas Western College: Contract with Associated Food Services, Inc. (48-M-65). -- The following contract between the Texas Western College of The University of Texas, El Paso, Texas, and Associated Food Services, Inc., of Dallas, Texas, for the operation of the Main Dining Hall and Miners Hall Dining Room at Texas Western College for the 1966-67 fiscal year was authorized. Business Manager St. Clair was authorized to execute the contract for Texas Western College which contract has been approved as to form by University Attorney Waldrep: (See Pages 17 - 22 .)

C O N T R A C T

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THE STATE OF TEXAS }
COUNTY OF EL PASO }

This CONTRACT made and entered into on the _____ day of _____, 1966, by and between TEXAS WESTERN COLLEGE OF THE UNIVERSITY OF TEXAS, El Paso, Texas, hereinafter referred to as "College," and ASSOCIATED FOOD SERVICES, INC., of Dallas, Texas, hereinafter referred to as "A.F.S.I.," WITNESSETH:

I.

A. The College will furnish all physical facilities and equipment, utilities and maintenance necessary for the operation of the student dining facility referred to as the Main Dining Hall, on the campus of Texas Western College of The University of Texas, and will furnish the repair and maintenance normally required to keep these facilities and equipment in good repair and working order, except for harm thereto caused by A.F.S.I. willful or negligent operation, ordinary wear and tear excepted.

B. A.F.S.I. will furnish all the management, personnel, food and drink necessary to the operation of the dining hall except for the furnishing and maintaining the above-mentioned facilities and equipment. A.F.S.I. will have full and independent responsibility of the dining hall, its operations, and personnel employed and the quality and availability of the food and drink served, subject to the approval of College.

1. A.F.S.I. agrees to furnish meals in accordance with the following basic weekly meal plan:

a. Breakfast: (Seven (7) meals)

Choice of a juice or fruit.

Choice of hot or cold cereal.

Eggs to be served at least 5 days each week.

Breakfast meat to be served at least 6 days each week.

Hot cakes or french toast at least 2 days each week.

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Doughnuts or sweet rolls to be served at least 2 days each week.

Toast or biscuits to be served at least 6 days each week.

Coffee, hot chocolate and hot tea will be available and unrestricted each day. Milk limited to two glasses.

- b. Lunch and dinner will be basically alike with lighter food served at lunch. (Thirteen (13) meals)

Soup will be served at least 5 days each week, at both meals.

Students will have a choice of one entree from a selection of at least two.

Two vegetables from a selection of at least four.

One salad from a selection of at least four.

One dessert from a selection of at least three.

Hot rolls and/or cornbread daily.

Ice tea, coffee, Coca Cola and fruit punch drinks will be unrestricted. Milk limited to two glasses.

Seconds will be allowed on vegetables, salads, most desserts and certain inexpensive entrees.

2. An attractive relish and condiment table with a large green salad bowl will be set for all lunch and dinner meals.
 3. A special candlelight buffet or banquet will be served before each Holiday period - such as Easter, Thanksgiving, Christmas, etc.
 4. The Freshman or "all-school" picnic will be served on Campus in September or on a date designated by the College.
- C. A.F.S.I. will provide the following additional services:
1. Banquets, luncheons or buffets will be served to any college-affiliated groups where payment is from College funds at negotiated rate per person. All other banquets, luncheons, or buffets will be served at a mutually negotiated price.

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2. Meals served to non-boarders, faculty members and guests on a cash basis will be at the following prices:

- a. Breakfast - \$.70
- b. Lunch - \$.85
- c. Dinner - \$.95
- d. Sunday dinner - \$1.25

D. It is hereby agreed that the College at the end of each month, and not later than the 15th of the following month, will pay to A.F.S.I. board for all dormitory students. The rate shall be \$1.50 per day per dormitory student for the first semester and \$1.50 per day per dormitory student for the second semester and \$1.50 per day per dormitory student for the summer session. The number of students per day shall be based on a daily inventory of dormitory students. No payment will be made for those days designated by the College as holidays.

1. A mutually negotiated rate will be established for special resident groups during the summer.
2. All meals are subject to state sales tax where applicable.

E. A.F.S.I. agrees to pay to the College the following commissions:

1. Fifteen per cent (15%) of regular cash sales in cafeteria.
2. Fifteen per cent (15%) of cash or charge sales for banquets, special groups, etc.
3. Ten per cent (10%) of sales income from coupon books of special meal tickets sold to students, faculty, and staff.

F. It is agreed that A.F.S.I. will be fully responsible for all debts and any operational losses that may be incurred.

G. A.F.S.I. agrees to a small equipment inventory (china, glassware, silverware, kitchen utensils, etc.) at the start of the contract period, agreeing to maintain the inventory level and

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will purchase additional small goods if necessary to the efficiency of the food service operation. The purchase of such small goods will be at the expense of A.F.S.I. At the termination of the contract all small goods purchased by A.F.S.I. becomes the property of the College with the following exceptions:

1. Special equipment such as portable steam tables, airvoids, deep fat fryers, chafing dishes, special china and silverware for banquets, etc. Items such as these shall remain the property of A.F.S.I.

H. A.F.S.I. agrees to furnish all meal cards for dormitory students.

I. A.F.S.I. agrees to purchase from the College at the commencement of the term of this contract its inventory of foods and groceries and similar supplies on hand based on the inventory value of the same.

J. A.F.S.I. agrees to serve twenty (20) meals to three of the dormitory supervisors at no charge to the College.

1. All other dormitory supervisors will be served 20 meals per week at charge of \$1.50 per day to the College.
2. The College will furnish A.F.S.I. with a list of names of dormitory supervisors who will receive meals under the above plan.

II.

TERMS AND TERMINATION

The term of this agreement shall be from September 1, 1966, through August 31, 1967. This contract may be cancelled by either party upon giving at least but not less than ninety (90) days' notice, in writing, to the other party. Upon termination A.F.S.I. will forthwith yield the space occupied hereunder.

III.

INSURANCE

A.F.S.I. will at all times during this agreement maintain in force the following types of insurance:

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1. Standard workmen's compensation and employer's liability insurance providing statutory benefits for A.F.S.I. employees.
2. Comprehensive general liability insurance providing coverage for injury or death to third parties, including food products liability and damage to property of third parties with limits for bodily injury of 100/400,000 and 25,000 property damage.
3. Automobile bodily injury and property damage liability insurance, including employer's non-ownership liability with limits for bodily injury of 100/400,000 and 25,000 property damage.
4. Comprehensive dishonesty, destruction, and disappearance insurance with 5,000 fidelity coverage for each employee of A.F.S.I.

It will be the purpose of A.F.S.I. to operate within the policies and schedules of the College and co-operate in every way possible to create the type of food service that will reflect in good student relations.

IN WITNESS WHEREOF, the parties hereto have executed this agreement on the day and year above written.

TEXAS WESTERN COLLEGE OF
THE UNIVERSITY OF TEXAS

By _____

ASSOCIATED FOOD SERVICES, INC.

By _____

Neal C. Gagliardo
President

SUPPLEMENT NUMBER 1

1641

FOOD SERVICE CONTRACT

8-27-66

ATHLETIC DINING HALL - (Miners Hall)

EFFECTIVE DATE: 15th day of August, 1966.

I. It is agreed and understood that all conditions and agreements as set forth for the Main Dining Hall will apply to the Athletic Dining Hall with the following exceptions:

- A. Meals planned for the Athletic Dining Hall are subject to the approval of the Head Football Coach.
- B. The rate of the College's Athletes living in the dormitories and required to use the dining hall will be \$2.50 per day per person.
 - 1. A.F.S.I. agrees to and understands that the rate per day established will include pre-game meals for those athletes participating in home games.
- C. A.F.S.I. agrees to serve meals to the member of the Coaching Staff and his family assigned to Miners Hall at \$2.50 per day per individual.
- D. A.F.S.I. agrees to serve meals to visiting athletic teams at the established rate of \$2.50 per day per person.
- E. A.F.S.I. agrees to serve single meals to visiting athletes at \$.85 per meal.
- F. A.F.S.I. agrees to serve meals to other members of the Coaching Staff and faculty members at the following rates:

Breakfast - \$.85 Lunch - \$1.00 Dinner - \$1.00

Dated this _____ day of _____, 1966.

TEXAS WESTERN COLLEGE OF
THE UNIVERSITY OF TEXAS

ASSOCIATED FOOD SERVICES, INC.

By _____

By _____

Neal C. Gagliardo
President

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h. Texas Student Publications, Inc. : Minutes of Meetings of Board of Directors, 1966-67 Budget and Other Actions Contained Therein (47-M-65 and 49-M-65). -- The minutes of the meetings of the Board of Directors of Texas Student Publications, Inc., held on Thursday, May 12, and Tuesday, June 21, 1966, and the report of the Texas Student Publications Board Executive Committee were approved. In connection with the approval of these minutes and the report, the proposed actions of the Texas Student Publications Board were approved as follows:

- (1) The creation of the position of Assistant Editorial Manager of the Texan for the summer 1966.
- (2) Appointment of Virgil Johnson as Managing Editor of the Texan for the summer 1966.
- (3) Appointment of Mrs. Nancy Dwyer as Office Assistant to replace Mrs. Craig Farnen who resigned in April, at a salary of \$260 per month effective June 1, 1966.
- (4) Approval of the 1966-67 budget for The University of Texas, Texas Student Publications, Inc. (A copy is in the bound volume of the 1966-67 Annual Budgets, Volume XXI.)
- (5) Change in Texan appeals procedure to provide that no appeals of decisions made by the Editorial Manager of The Daily Texan can be made on the night of publication.
- (6) Amendments to 1965-66 Budgets:
 - (a) Add \$800 to General Overhead Wages to allow for extra bookkeeping and clerical help.
 - (b) Add \$7,500 to Income from National Advertising Revenue for The Daily Texan.
 - (c) Add \$2,300 to National Advertising Commission Expense to cover commission on additional revenue.

These changes will increase the total TSP Net Income as shown on Page 2, Appendix B to the TSP Minutes of April 6, 1966 to \$6,650.

- (7) Request to allow TSP Bookkeeper a maximum of 60 days sick leave during current illness.
- (8) Appointment of Richard Van Steenkiste to replace Sidney Nolan as Editorial Manager of The Summer Texan for June, July and August only. The portion of his salary paid by TSP is the same as listed on the approved budgets for Sidney Nolan. (\$400 for the summer)
- (9) Appointment of Sam Keach as Assistant Editorial Manager of The Summer Texan at a salary of \$150 per month. This salary (\$450 for the summer) will be paid from the "Unallocated Account" of The Summer Texan, thus reducing the total TSP net income as shown on Page 2, Appendix B to the TSP Minutes of April 6, 1966 from \$2,700 to \$2,250.

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1. Amendments to 1966-67 Budget for Main University. -- The amendments to the 1966-67 Budget for Main University as set out below were approved for ratification:

MAIN UNIVERSITY
AMENDMENTS TO 1966-67 BUDGET

1. ENGINEERING FOUNDATION FACULTY IMPROVEMENT GRANTS FOR SALARY SUPPORT. Dean McKetta writes:

"On behalf of the Engineering Foundation, the Board of Grants recommends that Engineering Foundation Faculty Awards be granted for outstanding performance to those on the following list. The total amount of these grants is \$23,000 to be paid from Engineering Foundation Faculty Improvement Grants. (Budget allotment of \$35,000, Page 607.)

"In accordance with previously established policies, a letter will be sent to each recipient stating that the award is for outstanding services and development during the past year and is not a continuing obligation of the Engineering Foundation of the University.

"This year it is necessary for us to hold back some money so we can take care of some additional graduate fellowships. Since this money will be taken from the Faculty Award Grant money, the total awards money is less than the \$35,000 originally budgeted."

In accordance with University policy and precedent, it is recommended that payment be made in equal installments over the 1966-67 academic year, subject to regular withholding provisions.

<u>Department, Title and Name</u>	<u>Engineering Foundation Support</u>	<u>1966-67 Academic Rate</u>
<u>Chemical Engineering</u>		
Professor W. A. Cunningham	\$ 1,000	\$16,500
Associate Professor Kenneth B. Bischoff	1,000	13,500
<u>Civil Engineering</u>		
Professor W. Wesley Eckenfelder	1,000	17,500
Earnest F. Gloyna	1,500	20,000
Lymon C. Reese	1,500	18,500
J. Neils Thompson	1,000	18,500
Associate Professor John E. Breen	500	12,500
Clyde E. Lee	1,000	13,500
Assistant Professor (Meterology) Amos Eddy	1,000	12,000
<u>Electrical Engineering</u>		
Professor Arwin A. Dougal	1,500	22,500
Archie W. Straiton	1,000	25,000
Assistant Professor J. K. Aggarwal	500	11,500

MAIN UNIVERSITY
 AMENDMENTS TO 1966-67 BUDGET

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<u>Department, Title and Name</u>	<u>Engineering Foundation Support</u>	<u>1966-67 Academic Rate</u>
<u>Engineering Mechanics</u>		
Professor E. A. Ripperger	\$ 1,000	\$19,000
Associate Professor Syron D. Tapley	1,000	14,000
<u>Mechanical Engineering</u>		
Professor W. R. Upthegrove	1,000	19,500
Assistant Professor Stephen J. Gage	500	10,000
John P. Stark	1,000	11,500
<u>Petroleum Engineering</u>		
Associate Professor Kenneth E. Gray	1,000	15,500
<u>Office of the Dean of Engineering</u>		
Dean; Professor (Chemical Engineering) John K. McKetta	3,000	23,000
Assistant Dean; Professor (Mechanical Engineering) S. H. Amstead	2,000	18,500
Total	<u>\$ 23,000</u>	

MAIN UNIVERSITY
AMENDMENTS TO 1966-67 BUDGET

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TEXAS PETROLEUM RESEARCH COMMITTEE, 1966-67 BUDGET FOR THE UNIVERSITY OF TEXAS
DIVISION

Dr. Robert L. Whiting, Acting Director of the Texas Petroleum Research Committee, has forwarded the recommended 1966-67 Budget for The University of Texas Division. He reports that in accordance with the By-Laws of TPRC that the budget has been approved by the Committee.

The University of Texas Division operates with TPRC through an agreement to furnish services, etc.; therefore, it is in order to present the budget for the portion of the funds allocated to The University of Texas for consideration by the Board of Regents of The University of Texas.

BUDGET OF THE UNIVERSITY DIVISION
TEXAS PETROLEUM RESEARCH COMMITTEE
Fiscal Year 1966-67
(12 Months)

ESTIMATED INCOME		<u>1965-66</u>	<u>1966-67</u>
One-half of State Appropriation to Oil and Gas Division of Railroad Commission of Texas out of Special Fund known as Oil and Gas Enforcement Fund in State Treasury		\$60,000.00	\$60,000.00
TOTAL ESTIMATED INCOME:		<u>\$60,000.00</u>	<u>\$60,000.00</u>
ESTIMATED EXPENDITURES:		Budget <u>1965-66</u>	Budget <u>1966-67</u>
Item No.	Supplemental Data <u>1965-66</u> <u>1966-67</u>		
	Director (Part Time)(A)(A)
	Assistant Director I. H. Silberberg	\$13,000.00	\$14,000.00
	Administrative Secretary Shirley A. Agee	4,392.00	5,028.00
	Research Engineer Associate II David L. Kelley (1/2 T. 9/1-5/31; Full Time 6/1-8/31) Base Salary Rate (12 mos.)	4,440.00
57104		
	William R. Smyth (1/2 T. 9/1-5/31; Full Time 6/1-8/31) Base Salary Rate (12 mos.)	4,650.00	5,100.00
\$7440	\$8160		
	Herald W. Winkler (1/2 T. 9/1-5/31; Full Time 6/1-8/31) Base Salary Rate (12 mos.)	4,875.00	5,100.00
\$7800	\$8160		
 (1/2 T. 9/1-5/31; Full Time 6/1-8/31) Base Salary Rate (12 mos.)	4,650.00
.....	\$7440		
	Research Engineer Associate I Roy T. McLamore (1/2 T. 9/1-5/31; Full Time 6/1-8/31) Base Salary Rate (12 mos.)	4,042.50
\$6468		

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- j. Report of Regents' Special Committee on Bank Depositories (Policies, Roster of Banks with Formulae for Allocation of Time Deposits, Instructions for Handling Demand Deposits, Changes in Present (1965-66) Depository Agreements, and Recommended Form of Depository Agreement) (50-M-65). -- The following report of the Regents' Special Committee on Bank Depositories and Procedures was unanimously adopted in the following form as presented by Special Committee Chairman Erwin:

Report of the Regents' Special Committee
on Bank Depositories and Procedures

"The Regents' Special Committee on Bank Depositories and Procedures herewith submits its report:

(1) Proposed Bank Depository Policies

- (a) Each institution will place all of its active accounts in one bank selected from those banks approved by the Board of Regents for such institution's active accounts. Such active accounts shall be kept on demand deposit and shall remain in such bank for one fiscal year and shall thereafter be rotated on an annual basis among those banks approved by the Board for such institution's active accounts. (See Item (2), Page 28 .) Provided, however, that this paragraph shall not apply to the active accounts of Central Administration and the Main University. Recommendations for the handling of those active accounts will be presented at the August meeting of the Board. (See Item 1, Page 37 .)
- (b) Each institution will keep in its active accounts only so much of its funds as are required for the efficient management of its fiscal affairs. All of its other funds shall be kept on time deposit in inactive accounts. It is intended that the placing of all active accounts in one bank will permit larger balances to be placed on time deposit.
- (c) The formulae approved by the Board of Regents for the allocations of funds between depository banks will apply to time deposits only.
- (d) The chief fiscal officer of each institution will meet with representatives of the depository banks approved for that institution and review the new depository contract. The depository banks approved for active accounts will draw for the order in which such active accounts will be rotated between the banks. (See Item (2), Page 28 .)

(e) The standard Depository Agreement will be offered to each depository bank approved by the Board of Regents, but there will be no negotiation with individual banks over the terms of the agreement. Any approved bank which does not wish to sign the standard form of the agreement will not be a depository bank for The University of Texas System or any component institution thereof.

(f) A comprehensive semi-annual report will be made to the Board of Regents by each institution with respect to its deposits and depository banks during the preceding six month period.

(2) Proposed Roster of Depository Banks, with Formulae for the Allocation of Time Deposits and Instructions for the Handling of Certain Demand Deposits (All banks listed are approved for time deposits.)

Formulae for Allocation of Time Deposits		Approved for Active Accounts
	<u>Medical Branch (Galveston)</u>	
60%	First Hutchings Sealy National	X
30%	Moody National	X
10%	United States National	(Payroll Account only)
	<u>Texas Western (El Paso)</u>	
(Prorated on Basis of Capital Structures)	State National	X
	El Paso National	X
	Southwest National	
	Chelmont State	
	<u>Southwestern Medical (Dallas)</u>	
30%	First National	X
30%	Republic National	X
20%	National Bank of Commerce	X
20%	Mercantile National	

Formulae for
Allocation of
Time Deposits

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Approved for
Active
Accounts

South Texas Medical
(San Antonio)

50%	Frost National	X
25%	National Bank of Commerce	
25%	Pan American	

Arlington State

10%	First National (Dallas)	
10%	Republic National (Dallas)	
15%	First National (Fort Worth)	
40%	Fort Worth National (Fort Worth)	X
15%	Arlington State (Arlington)	X
10%	First National (Arlington)	X

Dental Branch (Houston)

30%	Bank of the Southwest	X (A)
30%	First City National	X (A)
20%	Texas National Bank of Commerce	X (A)
10%	Central National	
10%	Fannin	

M. D. Anderson (Houston)

30%	Bank of the Southwest	X (A)
30%	First City National	X (A)
20%	Texas National Bank of Commerce	X (A)
10%	Central National	
10%	Fannin	

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Formulae for Allocation of Time Deposits

Approved for Active Accounts

G. S. B. S. (Houston)

(Rotate Annually Among Approved Banks)	Bank of the Southwest	X (A)
	First City National	X (A)
	Texas National Bank of Commerce	X (A)

Main University and Central Administration (Austin)

(Prorated on Basis of Capital Structures)	American National	X (B)
	Austin National	X (B)
	Capital National	X (B)
	City National	X (B)
	Texas State	X (B)
	Citizens National	X (B)

(3) A Tabulation of Proposed Changes in the Present Depository Agreement

Current

Proposed

- | | |
|---|--|
| <p>1. <u>Term of Agreement:</u> For a one-year period.</p> <p>2. <u>Collateral:</u> All funds on deposit shall be secured with bonds or other evidences of direct indebtedness of the United States, or bonds of The University of Texas, or Perma-</p> | <p>1. <u>Term of Agreement:</u> For an indefinite period with the right of cancellation by either party on 90 days advance written notice.</p> <p>2. <u>Collateral:</u> All funds on deposit shall be secured with bonds or other evidences of direct indebtedness of the United States, or bonds of the Board of Regents of The Univer-</p> |
|---|--|

(A) The active accounts of the Houston institutions will be rotated in such a way that no bank will ever have the active accounts of more than one institution during any fiscal year.

(B) A recommendation for the handling of the active accounts in Austin will be presented at the August 26 - 27, 1966 meeting of the Board. (See Page 37 .)

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ment University Fund
Bonds of Texas A&M
University.

sity of Texas, or Perma-
nent University Fund
Bonds of Texas A&M
University, or bonds of
the following categories
which are rated A or
better by Moody's and
Standard and Poor's, or
by either if not rated by
both: tax bonds of the
State of Texas, Colleges
of the State of Texas Con-
stitutional Tax bonds,
tax bonds of Texas cities,
tax bonds of Texas
counties, tax bonds of
Texas independent school
districts, and revenue
bonds of utility systems
issued by Texas cities.

3. Separate depository agreements are in effect for each component institution using depository bank.
 4. Balance in active accounts and in Time Deposits or Time Certificates of Deposit: Under ordinary conditions the amount of deposits kept in the form of Time Deposits, Open Account, and/or Time Certificates of Deposit will be between 50% and 60% of the total balances of active accounts and between 75% and 90% of the total balances of inactive or dormant accounts.
 5. Receipt of Interest on "Time Deposits, Open Account": Interest payable quarterly as it accrues on the last day of November, February, May and August.
3. One depository agreement will be executed between each bank and the Board of Regents of The University of Texas.
 4. (Eliminated)
 5. Receipt of Interest on "Time Deposits, Open Account": Interest payable monthly as it accrues on the last day of each month.

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6. Interest rates on Time Deposits and Notice of Withdrawal: Specific minimum rates subject to increase under certain conditions. Advance written notices of withdrawal are necessary on each deposit.

6. Interest rates on Time Deposits and Notice of Withdrawal: Interest rates shall be the maximum permitted by the Board of Governors of the Federal Reserve System. "Time Deposits, Open Account" shall be subject to withdrawal after the minimum advance notice permitted by the Board of Governors of the Federal Reserve System for such accounts."

(4) Proposed Standard Depository Agreement

Form BDA - 1

THE STATE OF TEXAS |
 |
COUNTY OF TRAVIS |

BANK DEPOSITORY AGREEMENT

THIS AGREEMENT is made and entered into on the date last herein written by and between the BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS, hereinafter called "DEPOSITOR," and

a banking corporation, duly incorporated and authorized by law to do banking business in the State of Texas and now carrying on such business in said State, hereinafter called "DEPOSITORY," and

hereinafter called "TRUSTEE," and is as follows:

I.

DEPOSITOR hereby designates DEPOSITORY as a regular depository for the period beginning September 1, 1966 and continuing until this agreement has been cancelled in accordance with its provisions, for certain accounts in the name of THE UNIVERSITY OF TEXAS (including accounts in the name of any component institution which is now or may hereafter become a part of The University of Texas System), which accounts shall be opened by the DEPOSITOR designating the accounts and making deposits therein and the DEPOSITORY accepting said deposits.

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II.

DEPOSITOR may deposit such of its funds as it may choose, and DEPOSITORY shall receive such deposits, on "Demand Deposit(s)," "Time Deposit(s), Open Account" and/or on "Time Certificate(s) of Deposit," as designated by DEPOSITOR, and shall hold said "Demand Deposit(s)," "Time Deposit(s), Open Account" and/or "Time Certificate(s) of Deposit" subject to payment in accordance with the terms of the deposit. DEPOSITORY will allow, credit, and pay interest on such "Time Deposit(s), Open Account," and/or "Time Certificate(s) of Deposit" at the maximum rate allowed by the regulations of the Board of Governors of the Federal Reserve System for such accounts, respectively, with such interest to be paid on "Time Deposit(s), Open Account" monthly as it accrues on the last day of each month, and at maturity on "Time Certificate(s) of Deposit".

III.

Subject to the provisions as stated above as to "Time Deposit(s), Open Account" and subject to the terms of the "Time Certificate(s) of Deposit," DEPOSITORY shall pay on demand to the order of DEPOSITOR upon presentation of checks, drafts, or vouchers properly issued, all or any portion of said deposits now on deposit or to be deposited with said DEPOSITORY, free of expense to DEPOSITOR, and DEPOSITOR will not be liable for, or be required to pay DEPOSITORY, any service charges of any character whatsoever in connection with the handling of the accounts of DEPOSITOR, except such charges as are required by law to be charged to DEPOSITOR.

IV.

All funds on deposit with DEPOSITORY to the credit of the above DEPOSITOR (including "Demand Deposit(s)," "Time Deposit(s), Open Account" and "Time Certificate(s) of Deposit") shall be secured with bonds or other evidences of direct indebtedness of the United States, bonds of the Board of Regents of The University of Texas, Permanent University Funds Bonds of Texas A&M University, and/or bonds of the following categories which are rated A or better by Moody's and Standard & Poor's, or by either if not rated by both: tax bonds of the State of Texas, Colleges of the State of Texas Constitutional Tax bonds, tax bonds of Texas cities, tax bonds of Texas counties, tax bonds of Texas independent school districts, and revenue bonds of utility systems issued by Texas cities, (all of which above listed evidences of indebtedness are hereinafter collectively called "bonds"), having an aggregate market value, exclusive of accrued interest, at all times at least equal to the sum of the balances on deposit with DEPOSITORY in all accounts of the DEPOSITOR.

V.

DEPOSITORY has heretofore or will immediately hereafter deliver to TRUSTEE bonds of the kind and character above mentioned sufficient in amount to cover fully the funds of said DEPOSITOR now or hereafter deposited with said DEPOSITORY; which bonds shall have at all times an aggregate market value, exclusive of accrued interest, equal to the total amount of all such funds on deposit. Said bonds or the

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substitute bonds, as hereinafter provided for, shall be kept and retained by TRUSTEE in trust so long as the depository relationship between DEPOSITOR AND DEPOSITORY shall exist hereunder, and thereafter so long as said past deposits or future deposits, made by DEPOSITOR with DEPOSITORY, or any portion thereof, shall have not been properly paid out by DEPOSITORY.

VI.

TRUSTEE hereby agrees to accept said bonds and hold the same in trust for the purpose herein stated.

VII.

It is distinctly understood by all the parties hereto that TRUSTEE shall not be required to ascertain the amount of funds on deposit by the DEPOSITOR with DEPOSITORY, nor the validity, authenticity, genuineness, or negotiability of the securities deposited hereunder with TRUSTEE by DEPOSITORY, and shall be liable to no one hereunder except for the safekeeping of the securities herein provided for as and when received, and the ordinary negligence of its own officers, agents, and employees.

VIII.

Should DEPOSITORY fail at any time to pay immediately and satisfy upon presentation any check, draft, or voucher lawfully drawn upon any "Demand Deposit," or fail at any time to pay and satisfy, when due, any check, draft, or voucher lawfully drawn against any time deposit and the interest on such time deposit, or in case DEPOSITORY becomes insolvent or in any manner breaches its contract with DEPOSITOR, it shall be the duty of TRUSTEE, upon demand of DEPOSITOR (supported by proper evidence of any of the above-listed circumstances), to sell such bonds, and out of the proceeds therefrom pay DEPOSITOR all damages and losses sustained by it, together with all expenses of any kind and every kind incurred by it on account of such failure or insolvency, or sale, accounting to DEPOSITORY for the remainder, if any, of said proceeds.

IX.

Any sale by TRUSTEE herein made of such bonds, or any part thereof, may be either at public or private sale; provided, however, it shall give to both DEPOSITOR and DEPOSITORY notice of the time and place where such sale shall take place, and such sale shall be to the highest bidder therefor for cash. DEPOSITOR shall have the right to bid at such sale.

X.

If DEPOSITORY shall desire to sell or otherwise dispose of any one or more of said bonds so deposited with TRUSTEE, it may, without prior approval of DEPOSITOR, substitute for any one or more of such bonds other bonds of the same market value and of the character authorized herein, which said right of substitution shall remain in full force and be exercised by DEPOSITORY as often as it may desire to sell or otherwise dispose of any such original bonds or substitute bonds; provided, however, that at all times the aggregate amount of such bonds deposited with TRUSTEE shall always be such that the aggregate market value thereof, exclusive of accrued interest, shall be at least equal to the sum of DEPOSITOR'S funds or deposits in all accounts, and if, at any time, the aggregate amount of such bonds

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so deposited with TRUSTEE be less than the total sum of the DEPOSITOR'S funds on deposit with said DEPOSITORY, then, in that event, DEPOSITORY shall, upon demand in writing by DEPOSITOR, immediately deposit with TRUSTEE such additional bonds as may be necessary to equal the total sum of said deposits. DEPOSITORY shall be entitled to income on securities held by TRUSTEE, and TRUSTEE may dispose of such income as directed by DEPOSITORY without approval of DEPOSITOR.

XI.

TRUSTEE shall promptly forward to DEPOSITOR (via the Vice-Chancellor for Business Affairs of The University of Texas System, or his delegate) copies of safekeeping or trust receipts covering all such bonds held for DEPOSITORY, including substitute bonds as provided for herein.

Promptly after the end of each calendar month, said TRUSTEE shall furnish to DEPOSITOR in writing a signed statement showing a completely itemized list of the bonds held as security for DEPOSITOR as of the last day of the month (the original to go to the Vice-Chancellor for Business Affairs of The University of Texas System, or his delegate, and a copy to the Business Manager of the component institution involved), and further, upon written request of the DEPOSITOR, shall furnish as of any date requested a completely itemized list of the bonds held as security for DEPOSITOR.

XII.

If at any time the bonds in the hands of TRUSTEE shall have a market value in excess of the sum of balances due DEPOSITOR by DEPOSITORY, then on the written authorization of the Vice-Chancellor for Business Affairs of The University of Texas System, or his delegate, authorizing the withdrawal of a specified amount of bonds, TRUSTEE shall deliver this amount of bonds and no more to DEPOSITORY, taking its receipt therefor, and TRUSTEE shall have no further liability for bonds so redelivered to DEPOSITORY.

XIII.

Either DEPOSITOR or DEPOSITORY shall have the right to terminate this agreement by advance written notice to the other of its election so to do, and this agreement shall be void from and after the expiration of ninety (90) days after the receipt of such notice, provided all provisions of this agreement have been fulfilled.

XIV.

When the relationship of DEPOSITOR and DEPOSITORY shall have ceased to exist between DEPOSITOR and DEPOSITORY, and when DEPOSITORY shall have properly paid out all of such present and future deposits of DEPOSITOR, it shall be the duty of DEPOSITOR to give TRUSTEE a certificate to that effect, whereupon TRUSTEE shall, with the approval of DEPOSITOR, redeliver to DEPOSITORY all bonds then in its possession belonging to DEPOSITORY, taking its receipt therefor, and an order in writing on said TRUSTEE by DEPOSITOR and receipt for such bonds by DEPOSITORY shall be a full and final release

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of TRUSTEE of all duties and obligations undertaken by it by virtue of these presents, and it shall stand fully and finally acquitted of all liability of any kind and character whatsoever to both said DEPOSITOR and said DEPOSITORY.

Executed this _____ day of _____, 19____, by the undersigned duly authorized officers of the parties hereto.

ATTEST:

BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS, DEPOSITOR

Secretary

By _____
Chairman

ATTEST:

Cashier

By _____
President

DEPOSITORY

ATTEST:

Cashier

By _____
Trust Officer

TRUSTEE

Approved as to Content:

Approved as to Legal Form:

Vice-Chancellor for Business Affairs
of The University of Texas System

The University of Texas Attorney "

"The Special Committee, consisting of Regent Connally, Regent Josey and me, unanimously recommend the adoption of this report. The report has been reviewed by, and has the approval of, the Vice-Chancellor for Business Affairs.

"In view of the need to have the new depository agreements executed and in effect on September 1, 1966, the Special Committee recommends and requests that this report be submitted to the Regents' Executive Committee for action."

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At our meeting on yesterday the foregoing report of the Special Committee on Bank Depository Agreements was amended by:

1. Adding the following for handling accounts in Austin banks for Central Administration and Main University (See Page 27 .):

The total deposits shall be distributed in the active bank accounts on the approximate basis of 75% in time deposits and 25% in checking accounts.

The following six banks are designated as active banks:

1. The American National Bank
2. The Austin National Bank
3. The Capital National Bank
4. The City National Bank
5. The Texas State Bank
6. The Citizens National Bank

Total deposits including both time deposits and checking accounts shall be in ratio to the capital structure of the banks as reflected by the Financial Statements issued pursuant to the third quarter call of the Comptroller of the Currency on or about October 1 of each year.

To provide a higher percentage of cash funds to be deposited on time deposit and to improve operating procedures, all Central Administration and Main University Bank Accounts shall be closed and new accounts shall be styled only "The University of Texas, Austin, Texas" without designation as to Central Administration or Main University.

Unless otherwise specifically required by statute, bond resolution, etc., separate checking accounts shall be combined into a single account styled "The University of Texas Operating Account." Such operating account shall specifically include, but not be limited to, checking account balances for General Funds, Trust Funds and Construction Funds. The "active" operating account and the Government Contract Payroll Account will be alternated between Austin National Bank, Capital National Bank, and American National Bank in order to equalize the work load on the banks.

The current payroll account shall be separated into one payroll account for Government Contract Monthly payrolls and a special payroll account for all other payrolls. The Government Contract Payroll Account shall be rotated annually among the three large banks. The special payroll account shall be in the City National Bank.

It shall be the responsibility of the Auditor to maintain such accounts as are necessary to properly reflect the funds on time deposit and to credit the time deposit interest income to the

proper income accounts. The banks shall deliver interest income checks directly to the Auditor or furnish Credit Memoranda in lieu of checks if so authorized.

To the extent possible, all phases of the plan will be effective September 1, 1966. However, final implementation will be governed by present maturing time deposit accounts and delivery of printed checks.

That after the deposit allocations have been thus determined, the University Auditor be directed once each month to make such transfers between the six Austin depository banks as will maintain the deposit total in each bank in accordance with the established ratios.

Based on a weekly cash review the Auditor will endeavor to maintain the ratios between the three large banks by the channeling of daily deposits.

2. Authorizing Vice-Chairman Erwin, Vice-Chancellors Walker and Landrum, and any other member of the Board who can arrange to do so, to meet with the appropriate officials of the Galveston, El Paso, and San Antonio banks and bring to the Board a recommendation as to the demand deposits for those banks.

I recommend to you that the foregoing report of the Executive Committee as amended be ratified by the Board.

Adoption of the Report. -- Regent Josey seconded the motion, and the report of the Executive Committee as presented was unanimously adopted with Chairman Heath and Regent Brenan shown as "present but not voting" on that portion relating to bank depositories. Chairman Heath and Regent Brenan remained in the meeting in order that there would be a quorum present. (See page 8.)

REPORT OF (1) JOINT MEETING OF BUILDINGS AND GROUNDS COMMITTEE AND MEDICAL AFFAIRS COMMITTEE AND (2) BUILDINGS AND GROUNDS COMMITTEE (See Page 44 for adoption). -- Committee Chairman Johnson presented the following report of (1) the joint meeting of the Buildings and Grounds Committee and the Medical Affairs Committee and (2) the meeting of the Buildings and Grounds Committee:

The Buildings and Grounds Committee and the Medical Affairs Committee approved the following recommendations:

1. Southwestern Medical School: Permanent Addition to Physical Plant Building, Approval of Final Plans and Specifications. -- It is recommended that the final plans and specifications for the Permanent Addition to the Physical Plant Building at Southwestern Medical School as prepared by Brooks, Barr, Graeber, and White be approved by the Board and that the Director of Facilities Planning and Construction be authorized to advertise for bids to be presented to the Board for consideration at a later meeting.
2. Medical Branch: Library Building, Approval of Preliminary Plans. -- It is recommended that the preliminary plans and outline specifications for a Library Building at the Medical Branch as prepared by the Consulting Architects, Brooks, Barr, Graeber, and White, be approved by the Board, with authorization to be given after completion of financing for the Associate Architect, O'Neil Ford, to proceed with the preparation of working drawings and specifications.
3. Medical Branch: Authorization for Dredging in Lake Como. -- It is recommended that George Mitchell and Associates be given authorization to dredge a channel from West Galveston Bay through Lake Como to Stewart Road, this proposed dredging of the South end of Lake Como providing a deep water channel to the Galveston Country Club and the Stewart Property. It is understood that the dredging will be limited to an area 100 feet away from the shore line, and the spoils or substance dredged from the lake will not be deposited on University land. It is further understood that George Mitchell and Associates will bear all the cost of dredging and that all work will be done without cost or obligation to the University.
4. Medical Branch: John Sealy Hospital, Award of Contract for Cooling Tower. -- It is recommended that a contract for a Cooling Tower to serve John Sealy Hospital at the Medical Branch be awarded to the low bidder, C. Wallace Industries, Inc., as follows:

C. Wallace Industries, Inc.	
Houston, Texas	
Base Bid	\$147,700.00
Add Alternate No. 1	<u>5,200.00</u>
Recommended Contract Award	<u>\$152,900.00</u>

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The Buildings and Grounds Committee approved the following recommendations and presents them to the Board for consideration:

1. Main University: Warehouse on Brackenridge Tract for Housing and Food Service, Approval of Plans and Specifications. -- It is recommended that plans and specifications as prepared by the Main University Physical Plant staff covering a Warehouse on the Brackenridge Tract for Housing and Food Service at the Main University at an estimated cost of \$95,000.00 be approved by the Board, with authorization to the Director of the Office of Facilities Planning and Construction to advertise for bids to be presented to the Board for consideration at a later meeting.
2. Main University: North Campus Classroom - Office Building, Approval of Preliminary Plans. -- Action on the preliminary plans for the North Campus Classroom -- Office Building was delayed until the next meeting of the Board.
3. Main University: Addition to Student Health Center, Approval of Preliminary Plans. -- It is recommended that the preliminary plans and outline specifications for the Addition to the Student Health Center at the Main University as prepared by the Consulting Architects, Brooks, Barr, Graeber, and White, be approved, with authorization to the Associate Architect, Golemon and Rolfe, to proceed with the preparation of working drawings and specifications to be presented to the Board for approval at a later meeting.
4. Main University: Branch Business Office at Memorial Stadium, Authorization for Construction. -- It is recommended that the construction of the Branch Business Office at Memorial Stadium at the Main University be postponed until after the football season, at which time the Committee appointed at the July 9, 1966 meeting, composed of E. D. Walker, Graves Landrum, and J. H. Colvin, will proceed as authorized at that meeting.
5. Main University: Taylor Hall, Purchase of Elevator. -- It is recommended that specifications as prepared by the Main University Physical Plant staff for the Installation of an Elevator in Taylor Hall at the Main University be approved, with authorization to the Director of the Office of Facilities Planning and Construction to advertise for bids to be presented to the Board for consideration at a later meeting.
6. Arlington State College: Faculty Office Building, Approval of Preliminary Plans. -- It is recommended that the preliminary plans and outline specifications for a Faculty Office Building at Arlington State College as prepared by the Consulting Architects, Brooks, Barr, Graeber, and White, be approved. After the financing of this project has been completed, recommendations will be made as to appropriation of Associate Architect's Fees and authorization for the Associate Architect, Hueppelsheuser and White, to proceed with the preparation of working drawings and specifications.

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7. Arlington State College: Business-Life Science Building, Approval of Preliminary Plans. -- It is recommended that the preliminary plans and outline specifications as prepared by the Consulting Architects, Brooks, Barr, Graeber, and White for the Business-Life Science Building at Arlington State College at an estimated cost of \$4,500,000.00 be approved by the Board. After the financing of this project has been completed, recommendations will be made as to appropriation of Associate Architect's Fees and as to authorization for the Associate Architect, Harwood K. Smith and Partners, to proceed with the preparation of working drawings and specifications.
8. Arlington State College: Addition to Library Building, Approval of Specifications for Furniture and Furnishings. -- It is recommended that the specifications for Furniture and Furnishings for the Addition to the Library Building at Arlington State College as prepared by the Office of Facilities Planning and Construction be approved, with authorization to the Director of the Office of Facilities Planning and Construction to advertise for bids to be presented to the Board for consideration at a later meeting.
9. Arlington State College: Registrar's Office Building, Addition. -- It is recommended that the Consulting Architects be authorized to prepare a program and preliminary studies for an Addition to the Registrar's Office Building at Arlington State College at an estimated cost of \$75,000.00, with an appropriation of \$375.00 from Unappropriated Income at Arlington State College to cover these preliminary studies.
10. Arlington State College: Addition to Gymnasium, Award of Contract. -- It is recommended that a contract for the Addition to the Gymnasium at Arlington State College in the amount of \$374,000.00 be awarded to the low bidder, Walker Construction Company, Fort Worth, Texas. It is further recommended that, in order to cover the complete cost of this project, appropriations be made to this project from the following sources:

Arlington State College Account No. 69-236	
- Hospital Construction Bond Proceeds	\$ 2,007.27
Arlington State College Account No. 0562	
- Unappropriated Plant Funds Proceeds	
Student Fee Bonds, Series 1964	50,344.91
Arlington State College Account No. 0563	
- Unappropriated Plant Funds Proceeds	
Student Fee Bonds, Series 1966	9,047.82
Total	<u>\$61,400.00</u>

11. Main University: Band Hall, Approval of Increase in Size and Estimated Cost and Change Name to Instrumental Music Building. -- It is recommended that the Board approve the preparation of preliminary plans and outline specifications for a Band Hall at the Main University to include 10,000 square feet of space for the use of the Department of Music, at an estimated cost of \$900,000.00, and that the name of the building be changed to Instrumental Music Building.

12. Main University: Men's Intramural Athletic Field, Award of Contracts for Lighting and Other Improvements. -- It is recommended that contracts be awarded for Lighting and Other Improvements to the Men's Intramural Athletic Field at the Main University to the low bidders, as follows:

Lighting:

W. K. Jennings Electric Company,
Inc., Austin, Texas

Base Bid	\$61,392.00
Add Alternate No. 1 (additional floodlights and pole breakers and change of transformers from 75 KVA to 100 KVA)	9,109.00
Add Alternate No. 2 (change pole height from 80 to 90 feet)	<u>7,606.00</u>
	\$78,107.00

Other Improvements:

Thomas Brothers Construction Company,
Austin, Texas

Base Bid	<u>34,452.00</u>
Total Recommended Contract Awards	<u>\$112,559.00</u>

13. Main University: New Geology Building, Award of Contracts for Furniture and Furnishings. -- It is recommended that contracts covering Furniture and Furnishings for the New Geology Building at the Main University be awarded to the low bidders, as follows:

Furniture and Furnishings:

Abel Contract Furniture and Equipment
Company, Inc., Austin, Texas \$74,874.00

Carpet:

Abel Contract Furniture and Equipment
Company, Inc., Austin, Texas 2,999.00

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Draperies:

Rockford Furniture Associates,
Austin, Texas \$ 628.40

Venetian Blinds:

Dill's - Challstrom, Inc.,
Austin, Texas 2,913.00

Total Recommended Contract Awards \$81,414.40

It is further recommended that since only one bid was received for Classroom Seating, it be rejected and new bids be called for to be presented to the Board for consideration at a later meeting.

14. Main University: W. J. McDonald Observatory, Transfer of Electric Transmission System to West Texas Utilities Company

... It is recommended that the Board approve the signing of an agreement with West Texas Utilities Company covering the transfer of ownership to that company from The University of Texas of an electric transmission system, which extends from a point near Fort Davis to the W. J. McDonald Observatory. It is further recommended that the agreement be approved as to content by Vice-Chancellor Walker and as to legal form by University Attorney Waldrep prior to signature by the Chairman of the Board on behalf of the Regents and that West Texas Utilities Company agree to take the following actions upon transfer of ownership of the transmission line:

- a. That West Texas Utilities Company will institute at an early date any repairs which are necessary to assure a satisfactory continuity of service.
- b. That West Texas Utilities Company will augment the present 3-wire line composed of #4 ACSR conductors by the installation throughout this transmission system of an additional (neutral) conductor.
- c. That West Texas Utilities Company will take such additional actions in the case of this transmission system with reference to (1) unbalanced loads, (2) voltage variation, (3) lightning protection as it takes in the case of similar lines in other parts of its system.
- d. That West Texas Utilities Company will patrol this system regularly for inspection and that it will institute preventive maintenance and testing operations in the case of this system comparable with those regularly employed in other parts of its system.

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15. Main University: Development of East Mall. -- It is recommended that the plan and concept of the East Mall Development for the Main University as presented by Brooks, Barr, Graeber, and White be approved and that the Consulting Architects be requested to present specific financial recommendations at the next meeting of the Board.

Adoption of the Report. -- Upon motion of Regent Johnson, seconded by Regent Brenan, the foregoing reports of the joint meeting of the Buildings and Grounds and the Medical Affairs Committees and of the meeting of the Buildings and Grounds Committee were unanimously adopted.

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REPORT OF THE LAND AND INVESTMENT COMMITTEE (See Page 65 for adoption.) -- Regent Brenan presented the following report of the Land and Investment Committee and recommended that the Committee actions be ratified and that the Chairman of the Board be authorized to execute the instruments involved when approved by the appropriate administrative officials.

I. Permanent University Fund

A. Investment Matters

1. Report of Purchases and Sales of Securities: The report of purchases of securities from June 15 through August 1, 1966, and sales of securities on May 24 and June 20, 1966, for the Permanent University Fund was approved as follows:

PURCHASES OF SECURITIES

CORPORATE BONDS

Date of Purchase	Security	Par Value Bonds Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield on Cost**
6/21/66	The National Cash Register Co. 5.60% Sinking Fund Debentures, dated 6/15/66, due 6/15/91	\$1,000,000	100.00 Net	\$1,000,000.00	5.60%
6/22/66	Gulf Oil Corp. 5.35% Debentures, dated 6/15/66, due 6/15/91	1,000,000	100.00 Net	1,000,000.00	5.35
7/6/66	Southwestern Bell Telephone Co. 5-3/8% Debentures, dated 6/1/66, due 6/1/2006	500,000	98.0 Net	490,000.00	5.50
Total Corporate Bonds Purchased		<u>\$2,500,000</u>		<u>2,490,000.00</u>	<u>5.48</u>

COMMON STOCKS

Date of Purchase	Security	No. of Shares Purchased	Market Price	Total Principal Cost*	Indicated Current Yield on Cost**
6/15/66	International Business Machines Corp. Capital Stock	351	285 plus 40 rights	\$ 100,035.00	1.54%
6/15/66	Caterpillar Tractor Co. Common Stock	600	41-3/8	25,063.14	2.87
6/15/66	Continental Oil Co. Common Stock	300	64-1/4	19,411.29	3.71
6/15/66	Wisconsin Electric Power Co. Common Stock	900	26-7/8	24,479.46	4.56
6/16/66	Eastman Kodak Co. Common Stock	200	138-1/4	27,755.66	1.33
6/16/66	National Dairy Products Corp. Common Stock	700	37-7/8	26,778.08	3.66
6/16/66	Southern Co. Common Stock	800	30-1/4	24,473.04	3.14

*includes brokerage commissions paid.

**yield to maturity on each bond issue; yield at present indicated dividend rates on stocks.

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COMMON STOCKS (Continued)

Date of Purchase	Security	No. of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield on Cost**
6/17/66	E. I. du Pont de Nemours & Co. Common Stock	100	188-1/2	\$ 18,907.85	3.17%
6/17/66	Libbey-Owens-Ford Glass Co. Common Stock	500	50-5/8	25,532.80	5.78
6/17/66	Ohio Edison Co. Common Stock	1,000	27	27,325.00	4.39
6/23/66	Mellon National Bank & Trust Co. (Pittsburgh) Capital Stock	100	79 Net	7,900.00	3.54
6/23/66	St. Paul Fire & Marine Insurance Co. Capital Stock	100	73 Net	7,300.00	2.03
6/23/66	Security First National Bank (Los Angeles) Common Stock	200	44-1/2 Net	8,900.00	2.88
6/23/66	Aetna Life Insurance Co. Capital Stock	200	49-7/8 Net	9,975.00	1.60
6/24/66	Carolina Power & Light Co. Common Stock	500	46-3/8(200) 46-1/4(300)	23,360.77	2.74
6/24 & 27/66	Commonwealth Edison Co. Common Stock	500	47-3/4(200) 48-5/8(300)	24,353.19	4.11
6/24/66	Smith Kline and French Laboratories, Inc. Common Stock	400	69-1/2(200) 69-1/4(200)	27,933.76	2.86
6/24/66	American Tobacco Co. Common Stock	700	33-5/8	23,788.17	5.30
6/24/66	McGraw-Edison Co. Common Stock	800	34	27,488.00	3.49
6/27/66	Corn Products Co. Common Stock	500	47 (200) 46-7/8(200) 46-3/4(100)	23,662.26	3.38
6/27/66	General Motors Corp. Common Stock	400	81 (200) 80-7/8(100) 80-5/8(100)	32,538.35	6.45
6/27/66	Texaco Inc. Capital Stock	400	72 (100) 71-7/8(100) 71-3/4(200)	28,922.25	3.53
6/27/66	American Electric Power Co., Inc. Common Stock	600	39-7/8	24,158.64	3.28
6/27/66	Corning Glass Works Common Stock	100	296	29,668.60	0.84
6/27/66	United States Gypsum Co. Common Stock	500	55-1/2	27,972.75	5.72
6/28/66	BT New York Corp. Common Stock	200	53.58 Net	10,716.00	4.85
6/28/66	Continental Casualty Co. Common Stock	200	44.20 Net	8,840.00	3.39
6/28/66	Bendix Corp. Common Stock	300	73-3/4	22,264.14	3.23

*Includes brokerage commissions paid.
**Yield at present indicated dividend rates.

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COMMON STOCKS (Continued)

Date of Purchase	Security	No. of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield on Cost**
6/28/66	Otis Elevator Co. Common Stock	500	48-1/8	\$ 24,277.80	4.12%
6/28/66	Union Pacific Railroad Co. Common Capital Stock	700	37-5/8	26,602.17	4.74
6/28/66	Baltimore Gas & Electric Co. Common Stock	800	32-3/4(400) 32-5/8(400)	26,432.76	4.36
6/28/66	E. I. du Pont de Nemours & Co. Common Stock	100	191	19,158.10	3.13
6/28/66	Houston Lighting & Power Co. Common Stock	500	45 (400) 44-3/4(100)	22,682.38	2.20
6/29/66	Household Finance Corp. Common Stock	900	28-3/4(600) 28-5/8(300)	26,137.71	3.44
6/29/66	Procter & Gamble Co. Common Stock	300	63-7/8	19,298.67	3.11
6/29/66	Sinclair Oil Corp. Common Stock	400	63	25,381.20	3.78
6/30/66	American Telephone & Telegraph Co. Capital Stock	500	55-1/8	27,785.05	3.96
6/30/66	Caterpillar Tractor Co. Common Stock	600	41-3/4	25,289.28	2.83
6/30/66	Sears, Roebuck and Co. Common Stock	400	55-3/4	22,478.32	2.05
7/1/66	Ford Motor Co. Common Stock	600	45-5/8	27,625.86	5.21
7/1/66	Kimberly-Clark Corp. Common Stock	500	52-1/2(100) 52 (400)	26,271.05	3.81
7/1/66	Public Service Electric and Gas Co. Common Stock	800	32-7/8	26,583.52	4.39
7/5 & 6/66	American Home Products Corp. Common Stock	400	70 (200) 70-1/8(200)	28,209.02	2.98
7/5/66	Kennecott Copper Corp. Capital Stock	600	36-1/2(300) 36-3/8(100) 36-1/4(200)	22,060.70	5.44
7/5/66	Public Service Co. of Colorado Common Stock	1,100	22-7/8(600) 22-3/4(500)	25,428.03	3.89
7/6/66	General Foods Corp. Common Stock	400	69-1/4	27,883.72	3.16
7/6/66	Minnesota Mining & Manufacturing Co. Common Stock	300	78-1/2	23,690.55	1.52
7/6/66	Public Service Co. of Indiana Inc. Common Stock	600	43-3/8	26,269.14	4.02

*Includes brokerage commissions paid.

**Yield at present indicated dividend rates.

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COMMON STOCKS (Continued)

Date of Purchase	Security	No. of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield on Cost**
7/6/66	Standard Oil Co. (New Jersey) Capital Stock	400	70-3/4	\$ 28,484.32	4.63%
7/7/66	Security First National Bank (Los Angeles) Common Stock	200	44.34 Net	8,868.00	2.89
7/7/66	Continental Illinois National Bank & Trust Co. of Chicago Common Capital Stock	300	33.20 Net	9,960.00	4.22
7/7/66	First National Bank of Chicago Common Stock	200	56.20 Net	11,240.00	3.56
7/11/66	Allied Chemical Corp. Common Stock	500	39-5/8	20,006.55	4.75
7/11/66	American Can Co. Common Stock	400	56	22,578.40	3.90
7/11/66	Ford Motor Co. Common Stock	500	48-7/8	24,654.70	4.87
7/11/66	Pittsburgh Plate Glass Co. Capital Stock	400	66	26,582.40	3.91
7/11/66	Borden Co. Capital Stock	700	35 (400) 34-3/4(200) 34-1/2(100)	24,655.01	3.41
7/11/66	Cincinnati Gas & Electric Co. Common Stock	1,000	26-3/4(500) 26-3/8(100) 25-7/8(100) 25-3/4(300)	26,646.67	4.13
7/11/66	Westinghouse Electric Corp. Common Stock	500	55-5/8	28,035.30	2.50
7/12/66	Cleveland Electric Illuminating Co. Common Stock	700	40-3/8(600) 40-1/4(100)	28,524.27	4.12
7/12/66	Mobil Oil Corp. Capital Stock	600	42-3/4	25,892.28	3.71
7/12/66	Southern California Edison Co. Common Stock	700	37-1/4	26,338.41	3.32
7/13/66	Bristol-Myers Co. Common Stock	200	96 (100) 95-1/2(100)	19,247.15	1.66
7/13/66	Carolina Power & Light Co. Common Stock	600	42-7/8(400) 42-3/4(200)	25,942.52	2.96
7/13/66	R. J. Reynolds Tobacco Co. Common Stock	600	38 (400) 37-7/8(200)	23,002.88	5.22
7/14/66	Republic National Bank of Dallas Common Capital Stock	400	22-7/8 Net	9,150.00	4.37
7/14/66	National Bank of Detroit Common Capital Stock	200	54-1/4 Net	10,850.00	3.69
7/14/66	Connecticut General Life Insurance Co. Capital Stock	100	130 Net	13,000.00	0.92

*Includes brokerage commissions paid.
**Yield at present indicated dividend rates.

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COMMON STOCKS (Continued)

Date of Purchase	Security	No. of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield on Cost**
7/14/66	Hartford Fire Insurance Co. Capital Stock	100	71-1/8 Net	\$ 7,112.50	2.25%
7/14/66	Lincoln National Life Insurance Co. Capital Stock	200	71-7/8 Net	14,375.00	1.00
7/15/66	Caterpillar Tractor Co. Common Stock	600	38	23,028.00	3.13
7/15/66	Goodyear Tire & Rubber Co. Common Stock	400	56-1/4	22,678.52	2.20
7/15/66	Standard Oil Co. of California Common Stock	400	64-1/4	25,881.72	3.86
7/18/66	First National Bank of Chicago Common Stock	200	54.99 Net	10,998.00	3.64
7/18/66	Mellon National Bank & Trust Co. (Pittsburgh) Capital Stock	100	74.99 Net	7,499.00	3.73
7/19/66	Consumers Power Co. Common Stock	500	48 (400) 47-3/4(100)	24,189.88	3.93
7/19/66	Libbey-Owens-Ford Glass Co. Common Stock	500	50-1/4(100) 50 (400)	25,245.03	5.84
7/19/66	J. C. Penney Co., Inc. Common Stock	400	60-1/4(200) 60 (200)	24,230.06	2.85
7/20/66	Central and South West Corp. Common Stock	600	44	26,646.00	3.38
7/20/66	General American Transportation Corp. Common Stock	700	37	26,162.50	3.88
7/21/66	Armstrong Cork Co. Common Stock	500	53	26,721.50	2.57
7/21/66	Gulf States Utilities Co. Common Stock	900	25-1/8	22,896.54	3.14
7/21/66	Norfolk & Western Railway Co. Common Stock	200	113-1/2	22,800.70	5.70
7/22 & 25/66	Dow Chemical Co. Common Stock	400	68-5/8(200) 68-3/8(100) 68-1/4(100)	27,570.89	2.90
7/22/66	General Foods Corp. Common Stock	300	73-1/2(100) 73 (100) 72-5/8(100)	22,051.41	2.99
7/22, 25 & 26/66	Oklahoma Gas & Electric Co. Common Stock	900	28-7/8(500) 29 (200) 28-5/8(200)	26,263.32	3.15
7/25/66	BT New York Corp. Common Stock	200	53-3/8 Net	10,675.00	4.87

*Includes brokerage commissions paid.
**Yield at present indicated dividend rates.

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COMMON STOCKS (Continued)

<u>Date of Purchase</u>	<u>Security</u>	<u>No. of Shares Purchased</u>	<u>Market Price at Which Purchased</u>	<u>Total Principal Cost*</u>	<u>Indicated Current Yield on Cost**</u>
7/25/66	Federal Insurance Co. Common Stock	200	56-1/2 Net	\$ 11,300.00	2.48%
7/25/66	Security First National Bank (Los Angeles) Common Stock	300	44.45 Net	13,335.00	2.88
7/25/66	Travelers Corp. Capital Stock	300	30-5/8 Net	9,187.50	1.83
7/26/66	General Electric Co. Common Stock	300	99	29,846.70	2.61
7/26/66	General Telephone & Electronics Corp. Common Stock	600	41-1/2(500) 41-3/8(100)	25,125.94	3.06
7/26/66	Gulf Oil Corp. Capital Stock	500	49-3/8	24,905.95	4.02
7/27/66	Commercial Credit Co. Common Stock	1,000	27-1/2	27,827.50	6.47
7/27/66	General Motors Corp. Common Stock	200	80-5/8	16,219.12	6.47
7/27/66	Pacific Gas and Electric Co. Common Stock	700	31-1/2	22,293.25	4.08
7/28/66	International Paper Co. Common Stock	900	28	25,497.00	4.41
7/28/66	National Lead Co. Common Stock	400	59-7/8	24,129.96	5.39
7/28/66	Shell Oil Co. Common Stock	400	62	24,980.80	3.04
7/29/66	Merck & Co., Inc. Common Stock	300	75	22,639.50	1.66
7/29/66	Union Carbide Corp. Capital Stock	400	56-3/4	22,878.72	3.50
7/29/66	Wisconsin Electric Power Co. Common Stock	1,000	25-3/4	26,068.80	4.76
8/1/66	Coca-Cola Co. Common Stock	300	77-5/8	23,427.78	2.43
8/1/66	Detroit Edison Co. Common Stock	800	30-5/8	24,774.48	4.52
8/1/66	Kroger Co. Common Stock	900	26-1/2	24,140.25	4.85
	Total Common Stocks Purchased	<u>49,951</u>		<u>2,398,310.91</u>	<u>3.58</u>
	TOTAL CORPORATE SECURITIES PURCHASED			<u>\$4,888,310.91</u>	<u>4.55%</u>

*Includes brokerage commissions paid.
**Yield at present indicated dividend rates.

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SALES OF CORPORATE SECURITIES

Date Sold	Security	Net Sales Proceeds#
5/24/66	9/10ths fractional interest of share of United States Fidelity and Guaranty Co. Capital Stock received in 10% stock dividend	\$47.07
6/20/66	24 rights to subscribe for International Business Machines Corp. Capital Stock	45.00

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

B. Land Matters

1. Easements and Surface Leases (Nos. 2253 - 2270) and Material Source Permits (Nos. 303 - 305). -- Easements and Surface Leases Nos. 2253 - 2270 and Material Source Permits Nos. 303 - 305 were approved as follows: (All are at the standard rates, unless otherwise stated; are on the University's standard forms; all payments for easements and leases have been received in advance, unless otherwise stated; and all have been approved as to form by the University Attorney and as to content by the appropriate administrative official.)

EASEMENTS AND SURFACE LEASES

NO.	GRANTEE	TYPE OF PERMIT	COUNTY	LOCATION	DISTANCE OR AREA	PERIOD	CONSIDERATION
2253	Phillips Petroleum Company	Pipe Line	Reagan	Blocks 10 & 58	1,095.3 rds 6-5/8"	6/1/66 - 5/31/76	\$ 1,095.30
2254	Phillips Petroleum Company (renewal of 837)	Pipe Line	Andrews	Block 10	530.1 rds 4-1/2"	8/1/66 - 7/31/76	265.05
2255	Ernest Angelo, Jr.	Surface Lease (Business Site)	Ward	Block 16	Approx. 3 acres	9/1/66 - 8/31/67	350.00*
2256	Lower Valley Oil Company	Surface Lease (Business Site)	El Paso	Block L	300' x 500'	8/1/66 - 7/31/67	350.00*
2257	Texas-New Mexico Pipe Line Co. (renewal of 843)	Pipe Line	Dawson & Gaines	Block 6	230.2 rds 4-1/2" 205.8 rds 6-5/8"	8/1/66 - 7/31/76	320.90
2258	Jack E. Blake	Surface Lease (Business Site)	Ward	Block 16	Approx. 2 acres	9/1/66 - 8/31/67	350.00*
2259	Phillips Petroleum Company	Pipe Line	Winkler	Block 21	2,087.6 rds 6-5/8" 70.7 rds 3-1/2"	7/1/66 - 6/30/76	2,122.95
2260	Phillips Petroleum Company	Pipe Line	Andrews	Block 13	178.5 rds 3-1/2"	7/1/66 - 6/30/76	89.25

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NO.	GRANTEE	TYPE OF PERMIT	COUNTY	LOCATION	DISTANCE OR AREA	PERIOD	CONSIDERATION
2261	Phillips Petroleum Company	Pipe Line	Crane	Block 31	225.6 rds 4-1/2"	7/1/66 - 6/30/76	\$ 112.80
2262	Gulf Refining Company (renewal of 856)	Pipe Line	Andrews	Blocks 1 & 13	3,385 rds 8-5/8"	9/1/66 - 8/31/76	3,385.00
2263	Pan American Petroleum Corp. (renewal of 866)	Pipe Line	Andrews	Block 1	41.21 rds 2-1/2" 103.03 rds 4-1/2"	9/1/66 - 8/31/76	72.12
2264	D. A. McClatchey	Surface Lease (Business Site)	Reagan	Block 11	Approx. 5 acres	9/1/66 - 8/31/67	300.00*
2265	Phillips Petroleum Company	Pipe Line	Reagan	Block 58	329.7 rds 4-1/2"	6/1/66 - 5/31/76	164.85
2266	Magnolia Pipe Line Company	Pipe Line	Andrews	Block 13	26.2 rds 4-1/2"	7/1/66 - 6/30/76	50.00
2267	Community Public Service Co. (renewal of 786)	Power Line	Ward & Winkler	Blocks 18,	4,895.94 rods	8/1/66 - 7/31/76	2,423.00
2268	Oran Whitten	Surface Lease (Business Site)	Ward	Block 16	Approx. 3.5 acres	9/1/66 - 8/31/67	200.00*
2269	Phillips Pipe Line Company (renewal of 867)	Pipe Line	Andrews	Block 9	362.2 rds 4-1/2" 57.0 rds 1-5/16"	8/1/66 - 7/31/76	209.60
2270	Phillips Petroleum Company (renewal of 790)	Pipe Line	Crane & Ector	Block 35	1,699.9 rds 4-1/2" 153.0 rds 6-5/8"	8/1/66 -	1,002.95

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

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MATERIAL SOURCE PERMITS

<u>NO.</u>	<u>GRANTEE</u>	<u>COUNTY</u>	<u>LOCATION</u>	<u>QUANTITY</u>	<u>CONSIDERATION</u>
303	Tripp Construction Company	Andrews	Block 9	804 cubic yards	\$ 201.00
304	Earl Smith Construction Co., Inc.	Andrews	Block 9	864 cubic yards	216.00
305	Globe Construction Company	Andrews	Block 13	800 cubic yards	200.00

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2. Salvage of Material at Former Pyote Air Force Base, Ward County. -- The sale of 17,562 feet of lead-coated copper cable to West Texas Metals Company, acting as agent for Texas Alloys, Inc. at \$.48 per foot, a total payment of \$8,429.76, was ratified.

This cable was on the property released by the Government in 1965 at Pyote Air Force Base and is no longer of use to the tenant or to the University. In keeping with previous similar transactions, Mr. Billy Carr, University Land Agent, called for bids on the cable and received four bids with that of West Texas Metals Company, acting as agent for Texas Alloys, Inc., being the best bid.

The proceeds of this sale have been deposited to Miscellaneous Income - Other (non-divisible with A. & M.). With this additional sum, the total received for salvage at Pyote Air Force Base is \$31,510.49.

3. Assignment of Easements Nos. 1786 and 2017, and Surface Leases Nos. 1787, 2018 and 2019 from Shell Pipe Line Company to Shell Oil Company. -- Approval was given for the assignment of the following easements and leases from Shell Pipe Line Company to Shell Oil Company:

- a. Pipe Line Easement No. 1786, covering 563.7 rods of 14-inch line in Block 11, Andrews County, issued for the period October 1, 1963, through September 30, 1973.
- b. Surface Lease No. 1787, a meter station site covering 1 acre in Block 11, Andrews County, issued for the period October 1, 1963, through September 30, 1973.
- c. Pipe Line Easement No. 2017, covering 1,148.4 rods of 8-inch line and 380.5 rods of 10-inch line in Block 35, Ector County, issued for the period April 1, 1965, through March 31, 1975.
- d. Surface Lease No. 2018, a meter station site covering 0.195 acre in Block 35, Ector County, issued for the period April 1, 1965, through March 31, 1975.

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- e. Surface Lease No. 2019, a meter station site covering 0.195 acre in Block 35, Ector County, for the period April 1, 1965, through March 31, 1975.

Full consideration for each easement and lease was paid at the time of approval. The \$25 assignment fee for each instrument has been received.

4. Assignment of Grazing Lease No. 909, Crane and Upton Counties, from Clinton Manges, Trustee, to Clinton Manges. -- The consent to the assignment of Grazing Lease No. 909, covering 60,783.7 acres in Crane and Upton Counties from Clinton Manges, Trustee, to Clinton Manges was approved and ratified. This assignment was presented to the Board at its meeting in May 1966, and tentative approval given subject to approval by the Chairman of the Board and Chairman of the Land and Investment Committee of the consideration to be paid the University in connection with the assignment. Consideration of \$5,000, which has been received, was deemed fair and adequate consideration by the Board Chairman and the Committee Chairman, and the Consent to the Assignment has been executed by the Chairman of the Board.

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II. Trust and Special Funds

A. Investment Matters

1. Report of Purchases and Sales of Securities. -- The report of purchases of securities from June 23 through July 28, 1966, and sales of securities from June 14 through July 14, 1966 for Trust and Special Funds was approved as follows:

PURCHASES OF SECURITIES

Date of Purchase	Security	Principal Cost
6/23/66	\$69,000 par value Southwestern Bell Telephone Co. 5-3/8% Debentures, dated 6/1/66, due 6/1/2006, at par to yield 5.375% to maturity	\$69,000.00
	\$75,000 par value Public Service Electric and Gas Co. 5-3/4% Debenture Bonds, dated 6/1/66, due 6/1/91, at 101.875 Net to yield 5.61% to maturity (Funds Grouped for Investment)	75,406.25
6/30/66	\$60,000 par value The National Cash Register Co. 5.60% Sinking Fund Debentures, dated 6/15/66, due 6/15/91, at 100.125 Net to yield 5.59% to maturity	60,075.00
	\$56,000 par value Gulf Oil Corp. 5.35% Debentures, dated 6/15/66, due 6/15/91, at 100.25 Net to yield 5.32% to maturity (Archer M. Huntington Museum Fund)	56,140.00
7/7/66	\$500.00 par value Austin National Bank 4-1/2% Time Certificate of Deposit, dated 7/7/66, due 7/7/67, at par (Lyndon B. Johnson School of Public Affairs - Scholarship Fund - Various Donors)	500.00
7/14/66	7 rights to subscribe for International Business Machines Corp. Capital Stock to complete purchase of 1 extra share (Hogg Foundation: W. C. Hogg Estate Fund)	13.36
7/28/66	\$65,000 maturity value U. S. Treasury Bills, dated 3/31/66, due 9/29/66, to yield 4.30% to maturity at a dollar price of 99.3118307 (includes wire transfer fee) (Hogg Foundation: W. C. Hogg Estate Fund - Unappropriated Income - Temporary)	64,552.69

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SALES OF SECURITIES

Date Sold	Security	Principal Proceeds
6/14/66	3 rights to subscribe for International Business Machines Corp. Capital Stock (Funds Grouped for Investment)	\$ 4.75#
6/24/66	100 Shares American Airlines Inc. Common Stock, sold at 77-1/4 (Amon G. Carter Lectureship - Arts and Letters Program)	7,674.11
	4 Shares General Foods Corp. Common Stock, sold at 68-5/8 (Dr. Branch Craig Gift - Excellence Fund - Texas Western College)	268.33
	46 Shares American Telephone & Telegraph Co. Capital Stock, sold at 53-3/4	2,441.25
	20 Shares Continental Air Lines Inc. Capital Stock sold at 73-5/8	1,451.94
	75 Shares El Paso Electric Co. Common Stock, sold at 15-3/4	1,162.19
	20 Shares Ford Motor Co. Common Stock, sold at 45-3/4	900.03
	20 Shares Fortuna Corp. Common Stock, sold at 0.25	4.46
	22 Shares The Mountain States Telephone & Telegraph Co. Capital Stock, sold at 22-3/4	489.59
	24 Shares Standard Oil Co. of California Common Stock, sold at 64-5/8 (Goff Estate - Texas Western College)	1,529.49
7/5/66	3 Shares Perkin-Elmer Corp. Common Stock, sold at 43-5/8 (Benefit of M. D. Anderson Hospital and Tumor Institute)	124.72
7/14/66	31 Rights to Subscribe for International Business Machines Corp. Capital Stock (Funds Grouped for Investment)	58.20#
	13 Rights Ditto (Hogg Foundation: Varner Properties)	24.81#

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

2. Funds Grouped for Investment. -- The report of additions of cash and a new fund being added as of September 1, 1966, was approved as follows:

Fund	Recommended Addition
Jennie and Carl Sundberg Scholarship Fund (College of Arts & Sciences Foundation) (\$2,000.00 already in Grouped)	\$ 1,000.00
The Accounting Education Fund (College of Business Administration Foundation) (\$38,418.85 already in Grouped)	263.00
J. Anderson Fitzgerald Special Scholarship Fund (College of Business Administration Foundation) (\$5,943.72 already in Grouped)	70.00
Amon G. Carter Lectureship - Arts and Letters Program (\$8,212.84 already in Grouped)	7,674.11

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FUNDS GROUPED FOR INVESTMENT - RECOMMENDATION RE ADDITIONS
(Continued)

Fund	Recommended Addition
Annie Webb Blanton Scholarship (Delta Kappa Gamma Scholarship Endowment Funds) (\$10,000.00 already in Grouped)	\$ 5,000.00
Edward Louis Dodd and Alice Laidman Dodd Fellowship Fund (\$50,001.71 already in Grouped)	90.69
Advisory Council - Various Donors (College of Fine Arts Foundation) (\$5,931.60 already in Grouped)	155.00
Morton Brown Drama Scholarship Fund (College of Fine Arts Foundation) (\$5,000.00 already in Grouped)	2,000.00
Mary E. Gearing Bequest for Child Welfare and Parent Education Foundation (\$29,005.26 already in Grouped)	71.40
Hal P. Bybee Memorial Fund (Geology Foundation) (\$114,573.25 already in Grouped)	1,546.00
Robert H. Cuyler Memorial Scholarship in Geology (Geology Foundation) (\$12,172.57 already in Grouped)	150.00
Guy E. Green Scholarship Fund (Geology Foundation) (\$5,405.45 already in Grouped)	25.00
H. R. Henze Teaching Excellence Award (\$4,290.00 already in Grouped)	100.00
Thos. E. Hogg - Residuary Legacy (\$2,800.74 already in Grouped)	32.33
Faculty Memorial Fund in Microbiology (NEW FUND)	57.75
The J. V. and H. A. Stiles Foundation (\$98,846.17 already in Grouped)	110.00
Wright Chalfant Morrow Fund (John Charles Townes Foundation) (\$10,905.31 already in Grouped)	1,013.14
Arild E. Hansen Lectureship Fund (Medical Branch) (\$5,960.18 already in Grouped)	539.82
Gillette Professorship of Obstetrics and Gynecology (Southwestern Medical School) (\$8,524.47 already in Grouped)	158.23
C. D. Belding Memorial Fund (Texas Western College) (\$5,147.00 already in Grouped)	500.00
Lloyd A. Nelson Professorship in Geology (Texas Western College) (\$10,518.14 already in Grouped)	7,705.00
Additions to be made to Funds Grouped on September 1, 1966	<u>\$28,361.47</u>

C. Real Estate Matters

1. Winedale Stagecoach Inn Fund: Joinder with Texaco, Inc. in Release Instrument. -- Under the Trust Indenture of the Winedale Stagecoach Inn Fund, instruments are to be signed by the Chairman of the Board of Regents. Approval was given for the signature by Chairman Heath of the joinder with Texaco Inc. in the release of 27.32 acres of the 39.32 turned over to Texaco in 1920 by the Hogg Family for use as a field office and related uses. No rental is involved. Such joinder was approved by the Trustees of the Winedale Stagecoach Inn Fund at its meeting on July 8, 1966.
2. Hogg Foundation: Estate of Thomas E. Hogg, Joinder in Partial Release of E. J. Robichaux Oil and Gas Lease, St. Mary Parish, Louisiana. -- Approval was given for joinder with Mrs. Margaret Wells Hogg and others in the partial release of an oil and gas lease made by Mr. E. J. Robichaux in 1932 covering a tract in St. Mary Parish. The Thomas E. Hogg Estate has a small fraction of the working interest in the lease which was operated by Pan American Petroleum Corporation and Tenneco Oil Company. Both companies were requested last year by Mr. Robichaux to give releases as to their part of the tract under consideration and such releases were given. All other working interest owners are giving the releases in order to avoid possible liability for attorneys' fees and costs under Louisiana Law.
3. Hogg Foundation: Will C. Hogg Memorial Fund, Release of Expired Mineral Interest in Tract in John D. Taylor Survey, Harris County. -- Approval was given for release of one-half of all minerals in a tract of approximately 129 acres in the John D. Taylor Survey, Harris County. This tract was sold by the Board of Regents, as Trustee of the Hogg Foundation, to W. E. Sampson in May 1940, with reservation of one-half of all minerals for a term of 25 years, except as to about 4.95 acres out of the tract. There was no production or leasing to extend the reservation beyond the 25-year term, and the release of the reservation has been requested by the owner of approximately 30 acres of the tract.
4. Texas Western College: Cotton Trust, Assignment of Lease from Texas-Arizona Motor Freight, Inc. to Lee Way Motor Freight, Inc. -- Approval was given for the assignment of the lease on approximately 4.05 acres of Cotton Estate Land in El

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Paso County from Texas-Arizona Motor Freight, Inc. to Lee Way Motor Freight, Inc. Lee Way Motor Freight, Inc. has purchased Texas-Arizona Motor Freight, Inc. and Section 2 of the lease provides it shall not be transferred or assigned without approval in writing of the Board of Regents.

The lease is for a 20-year period, February 1, 1951 through January 31, 1971, at rental of \$243 per month.

Of the land covered by the lease, .393 acre is a part of the Chamizal sale. The necessary adjustment in the lease will be made as are other such adjustments of leases in the sale.

5. Texas Western College: Cotton Trust, Chamizal Settlement. -- The offer of the International Boundary and Water Commission for payment to the Cotton Estate of \$2,293,200, with the Commission to negotiate with each of the lessees for their interests in the properties taken, was approved and ratified.

For the official record of the Board and for the Government's title requirements, the following resolution was adopted:

Resolution

WHEREAS, by deed dated November 20, A. D. 1937, Walter B. Grant, as Sole Surviving Executor and Trustee under the Will and of the Estate of Frank B. Cotton, deceased, conveyed to the Board of Regents of The University of Texas certain specified real estate situated in the City of El Paso, El Paso County, Texas, for the use and benefit of the College of Mines and Metallurgy of El Paso, Texas (now Texas Western College of The University of Texas), a branch of The University of Texas, with full power and authority in the Board of Regents to hold, manage, invest, sell, dispose of, convey, appropriate and apply the said property as the Board of Regents of The University of Texas should deem expedient, the said deed being recorded in Volume 632, page 491, of the Deed Records of El Paso County, Texas, to which reference is made; and

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WHEREAS, pursuant to Public Law 88-300 (78 Stat. 184), the Federal Government proposes to acquire a portion of the above land and in order to facilitate compliance with the Convention between the United States and Mexico relative to Chamizal, the Board of Regents accepted the offer of Mr. J. F. Friedkin, United States Commissioner, International Boundary and Water Commission, of \$2,293,200.00 for approximately 147.075 acres of land in the City of El Paso, Texas; and

WHEREAS, on July 29, 1966, W. W. Heath, as Chairman of the Board of Regents, executed a purchase contract together with a deed of even date conveying approximately 147.075 acres to the Federal Government, such deed being subject to existing leases; and

WHEREAS, it is the desire of the Board of Regents to ratify and confirm the action of the Chairman in executing both instruments; now, therefore,

BE IT RESOLVED by the Board of Regents of The University of Texas that the acceptance of the offer of \$2,293,200.00 from the Federal Government for approximately 147.075 acres in the City of El Paso, Texas, referred to as Tracts E-1, E-4, E-6, F-1, F-3, F-4, F-5, F-6, F-7, F-11, F-12 and G-1 in that certain purchase contract by and between the Board of Regents of The University and the United States of America, dated July 29, 1966, to which reference is made, which offer was for the fee title to be sold subject to existing leases, be ratified and approved and that the execution by the Chairman of the purchase contract and the deed from the Board of Regents of The University of Texas to the United States of America, both dated July 29, 1966, be and they are in all things hereby ratified and approved.

The proration of rentals on lands taken by the Government will be as of September 1, 1966. Where less than the entire leased area is taken, the proration will be on the basis of area taken. As to the farm lease of John T. Bean, the tenant will be allowed to harvest the crop and pay the University rental for all of 1966.

Where there is only a partial taking of a leased area, and the tenant proposes a termination of the lease, the Executive Director of Investments, Trusts and Lands is authorized, but not required, to agree to such termination and to report such actions to the Board for ratification.

The investment of the proceeds of this sale as a permanent endowment fund was approved.

6. Texas Western College: Lucille T. Stevens Estate, Sale of Five Points Property in El Paso to Messrs. G. F. and Rudy Kahn. -- Approval was given for the sale of the property of the Lucille T. Stevens Estate at Mesa and Texas, known as the Five Points Property, in El Paso to Messrs. G. F. and Rudy Kahn for the sum of \$60,000 cash with 5% sales commission to J. P. McGrath Realty Company. This is a small two-story brick building, built about 1921, with 5 small store spaces on the ground floor and 12 small apartments on the second floor. The land area is 11,463 square feet.

Mrs. Stevens left the property for scholarship purposes at Texas Western College subject to a life estate in her brother, J. R. Tindall, who died on November 1, 1964.

During Mr. Tindall's lifetime, the property was managed for him by an El Paso real estate agent and after his death it was discovered taxes had not been paid for the years 1962 to date. Total delinquent taxes through 1964, including penalties and interest, are approximately \$6,000. The property, due to ownership by the Board of Regents effective November 1, 1964, should be exempt beginning January 1, 1965. The University Attorney was authorized to pursue possibilities of a waiver of all of the delinquent taxes or a compromise, and payment of any amount approved by the University Attorney and the Executive Director of Investments, Trusts, and Lands was authorized. Possibilities for recovery from Mr. Tindall's Estate of whatever payment must be made will be considered at a later meeting.

7. M. D. Anderson Hospital and Tumor Institute: Sale of Real Estate in Estate of Lily Reber Hills. -- Approval was given for the Board of Regents to sell its undivided 1/10th interest in the W/2 of Section 5 and all of that part south of the Salt Fork of the Brazos River and the NE part of Section 5, Block C, B. and M. Survey, Stonewall County,

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approximately 396 acres. The sale will be to A. R. Sawyers and Derrell Sawyers for \$27,200, payable \$6,000 down and the balance evidenced by a note.

The University owns 1/2 of the residue estate of Mrs. Hills and its 1/2 interest in the estate and that of the West Texas Rehabilitation Center, beneficiary of the other 1/2 of the residue estate, will be paid out of the down payment. The University will have a 1/10th royalty interest in the minerals until the \$27,200 note is paid, after which its royalty interest will be reduced to 1/20th.

8. M. D. Anderson Hospital and Tumor Institute: Sale of Undivided Interests in Two Pieces of Real Estate in Estate of Lily Reber Hills. -- Approval was given for sales of the following properties in the Estate of Lily Reber Hills at the appraised values in the Inventory filed with the Probate Court as follows:

- a. Sale of the University's 1/20th interest in 240 acres out of Section 7, Block 2, H&TC Ry. Co. Survey, Abstract No. 235, Haskell County, to William Reber at \$125 per acre cash with no mineral or royalty reservation. The University's share of gross sales price will be \$3,000.
- b. Sale of the University's 1/20th interest in house and lot in Rule, Texas, described as Lot 5, Block 5, May Addition to the Town of Rule, Haskell County, to Albert A. Reber. Gross sales price is \$3,500 and the University's share will be \$175.

The University received 1/2 of Mrs. Hills' residue estate with the other 1/2 going to the West Texas Rehabilitation Center. It is understood the Center is joining in the sales.

9. Hogg Foundation: W. C. Hogg Memorial Fund, Lease on All Minerals, Except Oil and Gas to Fred C. Brigman, Trustee, on Acreage at Humble, Harris County. -- Approval was given for the Board of Regents, as Trustee, to join other owners of minerals under 7 small tracts in the old Humble Field, Harris County, comprising approximately 18.1 acres, in a lease covering sulphur and all other minerals except oil and gas to Fred C. Brigman, Trustee, to be assigned by him to Producers Sulfur Corporation, a subsidiary

of Producers Chemical Corporation. The University owns an undivided 1/16 interest from the W. C. Hogg Estate and 3/64 of the minerals under the Thos. E. Hogg Estate, subject to the life estate of Mrs. Margaret Wells Hogg. The bonus offered is \$10 per acre and royalty of \$2 per ton on sulphur and 1/8 of any other minerals for a lease with a primary term of 2 years and so long as there may be production or operations. The proposal has been accepted by the ladies of the Hogg Family, by Rice University, and by other owners.

10. Winedale Stagecoach Inn Fund: Authorization for Chairman to Execute a Contract of Sale and Deed of Sale for Part of Varner Acreage to A. H. Weems

-- In line with action on August 26 by the Trustees of Winedale Stagecoach Inn Fund, the Chairman of the Board was authorized to execute a contract of sale and deed to A. H. Weems covering approximately 335 acres of the Varner acreage at price of \$265 per acre.

11. Winedale Stagecoach Inn Fund: Authorization for Chairman to Sign Exclusive Sales Listing Agreement with Ben D. Cannan on Remainder of Varner Acreage.

-- In line with action on August 26 by the Trustees of Winedale Stagecoach Inn Fund, the Chairman of the Board was authorized to sign an exclusive sales listing agreement with Mr. Ben D. Cannan on the remainder of the Varner acreage to run for six months to February 28, 1967.

C. Discussion Matter

Main University: Financing of Dormitory Complex

-- Various methods of financing the dormitory complex at the Main University were discussed, but no decision was made and no action was taken. The matter will be discussed further at the next meeting of the Board.

II. Arlington State Constitutional Bond Matters

Arlington State College: Ad Valorem Tax Bonds. -- Arlington State College is considering the issuance of bonds under this program in the next few months. Administrative officials were authorized to make application under Title 3 to sell \$3,500,000 of bonds to the Federal Government and report to the Board on this matter at a later meeting.

Adoption of Report. -- The foregoing report of the Land and Investment Committee was unanimously adopted upon motion of Regent Brenan, seconded by Regent Johnson.

REPORT OF THE MEDICAL AFFAIRS COMMITTEE (See Page 68. for adoption.) -- Committee Chairman Connally presented the following report of the Medical Affairs Committee:

1. South Texas Medical School: Authorization for Tax Free Alcohol Permit. -- The Medical Affairs Committee recommends to the Board of Regents that an appropriate resolution, as the one recommended by Dean Pannill and as set out below, be adopted whereby the Dean of the South Texas Medical School will be authorized to apply for and to file application for a permit for tax free alcohol and that the head of the Department of Anatomy of the South Texas Medical School, or any other officer of the school as authorized by the Dean of the South Texas Medical School, be authorized to apply for and sign the application form for "Application and Withdrawal Permit to Procure Spirits Free of Taxes":

Resolution

WHEREAS, South Texas Medical School is a component part of The University of Texas, under the governance of the Board of Regents of The University of Texas; and

WHEREAS, said South Texas Medical School in the conduct of its legal program of instruction requires the use of alcohol and other spirits which are taxable:

NOW, THEREFORE, BE IT RESOLVED by the Board of Regents of The University of Texas that the Dean of the South Texas Medical School be hereby authorized to apply for and to file applications for permit to use spirits free of tax, which is currently Form 2600 of the Internal Revenue Service of the United States Treasury Department;

AND BE IT FURTHER RESOLVED that the head of the Department of Anatomy of the South Texas Medical School, or any other officer of the School as authorized by the Dean of South Texas Medical School, be authorized by this Board of Regents to apply for and sign the application forms for "Application and Withdrawal Permit to Procure Spirits Free of Tax," which as of this date is Form 1450 of the Internal Revenue Service of the United States Treasury Department;

AND BE IT FURTHER RESOLVED by the Board of Regents that it confirms the action of the Dean of the South Texas Medical School and the head of the Department of Anatomy retroactive to July 18, 1966, in applying for permits for the tax free use of alcohol and application and withdrawal permit to procure spirits free of tax.

AND BE IT FURTHER RESOLVED that the authority conferred herein by the Board of Regents shall continue in effect until amended and/or revoked.

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2. Southwestern Medical School: Articles of Agreement with Baylor University Medical Center. -- The Medical Affairs Committee also approved for the full Board's consideration the proposed Articles of Agreement between The University of Texas Southwestern Medical School and Baylor University Medical Center as presented with authority for the Chairman of the Board to execute the agreement when it is approved by Dean Gill as to content and by University Attorney Waldrep as to form. Both institutions have unanimously agreed on the proposed document, the purpose of which is to establish a broad framework of institutional policy to facilitate cooperation between the two institutions at the departmental level. This agreement will enable The University of Texas Southwestern Medical School to expand its use of the Baylor Hospital as a teaching and as a research facility.

3. Medical Affairs Council: Authorization re Research and Animal Care Problems. -- It is recommended that authority be given for the Medical Affairs Council to communicate with the Surgeon-General of the U. S. Public Health Service regarding possible legislation relating to research and animal care problems.

4. M. D. Anderson Hospital and Tumor Institute: Negotiation Authorized for Child Care Center (Nursery) for Children of Employees on Critical Paramedical Jobs. -- It is also recommended that Doctor R. Lee Clark be authorized to negotiate and to bring back any proposal for final approval by the Board of Regents for space for a Child Care Center (Nursery) for children of nurses, technicians, et al. who are on critical paramedical jobs.

5. M. D. Anderson Hospital and Tumor Institute: Agreement with Hermann Hospital and St. Joseph's Hospital re Radiation Therapy Services. -- The Medical Affairs Committee approved for the full Board's consideration granting authority to Doctor R. Lee Clark to negotiate with the Hermann Hospital and with St. Joseph's Hospital, both in Houston, for contractual agreements for the operation of their radiation therapy services with the understanding that the agreement would be brought back to the Board of Regents for final approval.

6. Report from Medical Branch and Dental Branch. -- Among the reports received from the Institutional Heads were:

- a. A detailed description by Mr. Warren Harding of the recreational facilities, previously reported to the Board, that are being provided at the Medical Branch by The Sealy and Smith Foundation on Sealy and Smith land, and
- b. A progress report by Dean Olson on the development of the curriculum at the Dental Branch.

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7. Report of the Medical Affairs Council. -- The Medical Affairs Committee received from Vice-Chancellor LeMaistre the following report of the Medical Affairs Council:

"The Medical Affairs Council received a report from Doctor Spencer Thompson and his committee and wish to share this information with The Medical Affairs Committee. After thorough consideration of the effects upon medical education of implementation of Title XIX, Public Law 89-97, permission of The Board of Regents is requested to transmit the report as presented by Doctor Thompson as information to the Governor of Texas with the request that:

- "a. It be recognized that implementation of both Titles XVIII and XIX of the Social Security Act, Public Law 89-97 may alter the traditional relationship of the medically indigent in terms of availability for undergraduate and graduate medical education programs.
- "b. It is requested that a committee be appointed by the Governor to advise on the consequences of enactment of this legislation and make recommendations, if indicated, for the proper implementation of Title XIX in Texas."

Adoption of Report. -- Chairman Heath entertained a motion; whereupon, Regent Connally moved that the foregoing report of the Medical Affairs Committee be adopted. Regent Johnson seconded the motion. There being no discussion of the report or of any of the matters contained therein, Chairman Heath called for a vote. The motion unanimously prevailed.

REPORT OF BOARD FOR LEASE OF UNIVERSITY LANDS. -- Regent Brenan reported that the Board for Lease of University Lands had not met since the July 1966 meeting of the Regents. He did say, however, that a meeting of the Board for Lease is scheduled on September 29, 1966.

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COMMITTEE OF THE WHOLE

Chairman Heath reported that the Committee of the Whole had directed him to report the following action:

MEDICAL BRANCH, CARE OF INDIGENT PATIENTS BY MEDICAL BRANCH HOSPITALS: TELEGRAM FROM COMMISSIONERS' COURT OF GALVESTON COUNTY, SPECIAL COMMITTEE NAMED, AND ADMISSIONS POLICY TO MEDICAL BRANCH HOSPITALS. -- Chairman Heath read the following telegram that he had received as Chairman of the Board from the Commissioners' Court of Galveston County in reply to the letter authorized by the Board of Regents at its July 1966 meeting to be sent to the Mayor and City Councilmen of Galveston and County Judge and County Commissioners of Galveston County, Texas, relating to the care of indigent patients by the Medical Branch hospitals:

"The Commissioners' Court of Galveston County, along with the mayors of the various cities of the County, the heads of the various Chambers of Commerce and other interested parties met this morning concerning the contents of your letter July 22, 1966, addressed to Judge LaValle. It was recognized by all parties present, that a serious problem exists and that affirmative action must be taken. It was the consensus of those present that representative committee of Galveston County be appointed to meet with you or some committee you may appoint for the purpose of deciding on the best method of resolving the problem. The County will forthwith appoint its committee."

In response to this communication, the Board authorized the Chairman to appoint a committee to meet with the representative committee of Galveston County and instructed that the telegram be acknowledged expressing delight at the action taken by those at your meeting on August 23, 1966. Whereupon, Chairman Heath named Regent Connally, Chairman, and Regent Josey together with Doctor Blocker, as a committee to work with the representative committee of Galveston County in helping to resolve the problem relating to the care of indigent patients by the Medical Branch hospitals.

In this connection the following policy statement was adopted upon recommendation of Doctor Blocker:

"The University of Texas Medical Branch at Galveston is directed to place into effect prior to January 1, 1967, at the hospitals of the Medical Branch a discretionary admission policy which will equate services rendered to medically indigent patients residing in the County or the City of Galveston to the support for medical care provided by the County and the City. The Medical Branch will give priority to admission of patients that will best support the teaching program with special consideration being given to children and patients with obstetrical conditions. Emergency conditions will continue to be handled independent of this directive.

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"The Medical Branch is further directed to establish communications with other surrounding counties to secure more satisfactory support for the care of medically indigent patients from these areas."

M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE; AMENDMENTS TO 1966-67 CLASSIFIED PERSONNEL PAY PLAN, 1966-67 ANNUAL BUDGET, AND POLICY FOR NURSES' SALARY INCREMENT. -- For the classifications listed below, amendments to the 1966-67 Classified Personnel Pay Plan for M. D. Anderson Hospital and Tumor Institute, effective October 1, 1966, were approved as follows:

<u>Class</u>	<u>Title</u>	<u>Rate</u>	<u>Range No.</u>
1001	Orderly	\$235 - 292	
1005	Vocational Nurse	319 - 400	13
1010	Staff Nurse	482 - 620	20
1019	Assistant Head Nurse	539 - 680	29
1020	Head Nurse	565 - 710	31
1025	Assistant Nurse		32
	Supervisor	592 - 740	
1026	Nurse Supervisor	650 - 800	33
1030	Assistant Director, Nursing Service		35
		710 - 870	
1210	X-ray Therapy Technician		37
		514 - 650	
1211	Senior X-ray Therapy Technician	565 - 710	30
1215	Chief X-ray Therapy Technician		32
		710 - 870	
1000	Nurse's Aide	235 - 292	37
			13

The policy for nurses' salary increment was amended to read:

All classifications of nursing personnel who work on the night and evening shifts will be paid a salary two steps higher on the salary ranges than would be paid for equivalent day-shift work. Base salaries for such personnel will be considered the equivalent day-shift salary and at all times will be kept within approved salary ranges for those positions.

To effect the foregoing changes in the Classified Personnel Pay Plan, the necessary adjustments in the 1966-67 Operating Budget for M. D. Anderson Hospital and Tumor Institute were approved as outlined below:

On Page V of the 1966-67 budget under Inpatient Charges add \$192,000 to the item Room and Board and \$14,000 to the item Operating Room and change the Total Inpatient Services to \$2,706,000 and Total Estimated Income to \$3,106,000.

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On Page IV of the 1966-67 budget increase the following by \$206,000:

1. Income from Patients under Estimated Income
2. Total Estimated Income
3. Total Estimated Funds Available
4. Reserve for Salaries under Budget, 1966-67

MEDICAL BRANCH: MINIMUM SALARIES FOR STAFF NURSES, INTERNS AND RESIDENTS, PAY FOR OVERTIME OF NURSING SERVICE PERSONNEL, AMENDMENTS TO THE 1966-67 CLASSIFIED PERSONNEL PAY PLAN, AND 1966-67 OPERATING BUDGET AND INCREASE IN ROOM RATES OF MEDICAL BRANCH HOSPITALS.--In the area of nursing service at the Medical Branch the Board approved the recommendations of Doctor Blocker, concurred in by Chancellor Ransom and Vice-Chancellor LeMaistre, effective October 1, 1966:

1. That the minimum salary for a staff nurse be increased from \$439 per month to \$482 per month.
2. That the minimum salary for interns be \$300 per month and for residents be \$400 per month.
3. That the Medical Branch be authorized to pay its nursing service personnel to work an extra shift over the regular 40-hour week at the same rate (special duty rate -- Houston area) that the Medical Branch would be required to pay a contractor for the same service.
4. That the 1966-67 Classified Personnel Pay Plan for the Medical Branch relating to nurses and technicians be amended as follows:

Code No.	Classification	Monthly Range	Annual Range	Step No.
1204	Operating Room Technician	\$319 - 400	\$3828 - 4800	29
1205	Vocational Nurse	319 - 400	3828 - 4800	29
1210	Staff Nurse	482 - 620	5784 - 7440	38
1215	Operating Room Nurse	482 - 620	5784 - 7440	38
1218	Assistant Head Nurse	514 - 650	6168 - 7800	39
1220	Head Nurse	565 - 710	6780 - 8520	41
1225	Assistant Nursing Supervisor	592 - 740	7104 - 8880	42
1230	Nursing Supervisor	650 - 800	7800 - 9600	44
1240	Assistant Director, Nursing Service	710 - 870	8520 - 10,440	46
1245	Associate Director, Nursing Service	770 - 950	9240 - 11,400	48
1250	Nursing Director, Surgical Suite	710 - 870	8520 - 10,440	46
2215	Research Nurse	482 - 620	5784 - 7440	38

5. That the room rates at the Medical Branch be increased \$3.00 per day effective October 1, 1966.
6. And to put into effect the changes authorized above, that the 1966-67 Medical Branch Budget be amended to reflect an increase of \$486,054 in estimated income from Patient Care and that an equal amount be appropriated to the Medical Branch with distribution as follows:

Nursing Service	\$ 251,122
Surgical Operating Suite	21,744
Medical House Staff	74,250
Dietary Service	124,360
Staff Benefits (OASI)	14,578
	<u>\$486,054</u>

MEDICAL BRANCH: AMENDMENT TO CONTRACT WITH AUTOMATIC RETAILERS OF AMERICA, INC. -- It was ordered upon the recommendation of Chancellor Ransom that the contract between the Board of Regents of The University of Texas and Automatic Retailers of America, Inc., dated May 30, 1963, and providing for cafeteria and dietary operations at the Medical Branch, be amended by increasing the rate from \$2.69 to \$3.16 per patient per diem; and, it was further ordered that the contract be amended to provide that said contract will terminate on August 31, 1967, unless the parties otherwise agree prior to that time. It is understood and agreed by the parties that except as amended by these two foregoing provisions, the other conditions and terms of the contract shall remain in force and effect.

GRADUATE SCHOOL OF BIOMEDICAL SCIENCES AT HOUSTON - DIVISION OF CONTINUING EDUCATION: AUTHORIZATION TO NEGOTIATE RENTAL AGREEMENT FOR OFFICE SPACE. -- The Administration was authorized to negotiate a lease agreement for approximately 3,400 square feet of office space in an office building adjacent to the Texas Medical Center for The University of Texas Graduate School of Biomedical Sciences at Houston, Division of Continuing Education. The rental will be paid from state funds and bids will be taken through the State Board of Control with authorization to Vice-Chancellor Walker to sign the lease agreement for the University when it has been approved as to form by University Attorney Waldrep.

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M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE; REVISION OF CONSTITUTION AND BY-LAWS. -- The revision of the Constitution and By-laws of the Medical Staff of the M. D. Anderson Hospital and Tumor Institute were adopted in the following form. This document meets the requirements outlined by the Joint Commission on Accreditation of Hospitals and is a revision of the Constitution originally adopted by the Board of Regents at its meeting on April 6, 1956:

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

Constitution
&
By-laws

of

The Medical Staff

Preamble

The University of Texas M. D. Anderson Hospital and Tumor Institute, in accordance with the Legislative Act of 1941 creating a cancer hospital in the State of Texas, has as its governing body the Board of Regents of The University of Texas. The Board of Regents, after recommendations from the Chancellor, appoints the Director who, in turn, with the approval of the Board of Regents through the Chancellor, appoints members of the Medical Staff. The Director is responsible to the Chancellor and through him to the Board of Regents for all phases of the operation of the M. D. Anderson Hospital and Tumor Institute.

Recognizing that the Medical Staff has a responsibility for the quality of medical care in the hospital subject to the authority of the Director and the Board of Regents, and that the best interests of patients are protected by concerted effort, the physicians practicing in The University of Texas M. D. Anderson Hospital and Tumor Institute hereby organize themselves in conformity with the Constitution and By-laws hereinafter stated.

This Constitution and By-laws and the Rules and Regulations to be conjoined are in no way intended to depart from and are subject to the Rules and Regulations of the Board of Regents.

Whenever the word "physician" is used herein, it shall be interpreted as meaning physician or dentist, unless otherwise qualified.

Article I. Name

The name of the organization shall be the "Medical Staff of The University of Texas M. D. Anderson Hospital and Tumor Institute."

Article II. Purpose

The purpose of this organization shall be:

1. To insure that patients admitted to the Hospital or treated in the Outpatient Clinic receive the best possible care and treatment.
2. To provide means whereby problems of mutual concern may be discussed by the Medical Staff with the Administrator, the Director, or through the Director with the Chancellor and through him with the Board of Regents.
3. To initiate and maintain self-government of the Medical Staff.
4. To support the Board of Regents, the Chancellor, the Director and the Institution in their function of providing education and maintaining educational standards.

Article III. Membership

Section 1. Qualifications for Membership

Physicians and dentists who are graduates of approved or recognized medical or dental schools, who are legally licensed to practice in the State of Texas and who are qualified for membership in the Harris County Medical Society or the Houston District Dental Society shall be eligible for membership in the Medical Staff. Membership in one of the above named societies within a reasonable time following appointment shall be a requisite for continuation on the Staff.

Section 2. Categories of Membership

The Medical Staff shall be divided into five groups, to be called respectively (1) the full-time Active Staff, (2) the part-time Staff, (3) the Volunteer Staff, (4) the Consultant Staff, and (5) the Honorary Staff.

- a. The full-time Active Staff shall consist of those physicians whose practices are carried on entirely within The University of Texas M. D. Anderson Hospital and Tumor Institute.
- b. The part-time Staff shall be composed of those physicians who maintain private or other practices not related to their Staff appointments and who have regularly scheduled clinical assignments in The University of Texas M. D. Anderson Hospital and Tumor Institute.
- c. The Volunteer Staff shall consist of those physicians who maintain private or other practices not related to their Staff appointments and who do not have regularly scheduled clinical assignments.

- d. The Consultant Staff shall consist of physicians of recognized professional distinction who are not members of the Active Staff and who have signified their willingness to provide consultative services without charge on request of members of the Active Staff.
- e. The Honorary Staff shall consist of physicians who have retired from the Active Staff and who are honored for past service by Emeritus positions.
- f. The term "Active Staff," when it appears in these By-laws, shall be understood to be the full-time Active Staff unless otherwise qualified.
- g. Only members of the Active Staff shall be eligible to vote and hold office, except as provided in Article VI, Section 2, Subsection 2.
- h. The heads of certain departments and sections closely allied to Clinical Medicine, such as Biochemistry, Bacteriology, and Physics, who hold Ph. D. degrees will be recognized as ex-officio members of the Medical Staff.

Section 3. Term of Appointment

Initial appointments shall be made through the end of the current fiscal year. At that time and at the end of each fiscal year thereafter, appointments are to be reviewed and the Medical Staff will recommend to the Board of Regents through the Chancellor which specific appointments shall be renewed for an additional period of one year.

Section 4. Procedure for Appointment

Subsection 1. When a proposed appointment comes within an existing department, the appointment procedure will originate with the head of the department in which the appointment is desired. The department head shall be responsible for obtaining the necessary biographical and reference data for the individual being considered for appointment.

Subsection 2. The department head in whose department the appointment is desired shall be responsible for investigating the character, qualifications, and standing of the individual under consideration and shall submit a report of his findings as soon as possible to the Executive Committee recommending the appointment be approved or disapproved.

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Subsection 3. The Executive Committee shall recommend to the Director that the pending appointment be approved or disapproved and shall also recommend a rank commensurate with the qualifications of the individual proposed for appointment.

Subsection 4. In instances in which the proposed appointment does not come under an existing department or in which the proposed appointment involves filling the position of head of an existing department, the Director may refer the credentials of the individual proposed for appointment to the Executive Committee for its recommendation.

Subsection 5. When final action has been taken by the Director, the Chancellor, and the Board of Regents, the Director or such person as he may designate shall be authorized to secure the signed agreement of the appointee to be governed by the Constitution and By-laws and the Rules and Regulations of the Medical Staff and of the Board of Regents.

Article IV. Ethics and Ethical Relationships

The principles of Medical Ethics, as adopted or amended by the American Medical Association, shall govern the professional conduct of the Medical Staff. Specifically, all members of the Staff pledge themselves that they will not receive from or pay to another physician, either directly or indirectly, any part of any fee received for professional services.

Article V. Departments

Section 1. Departments and Sections

The Medical Staff shall be organized in six functional departments as follows:

- Department of Medicine
- Department of Surgery
- Department of Pathology
- Department of Diagnostic Radiology
- Department of Therapeutic Radiology
- Department of Developmental Therapeutics

Departments shall be divided into appropriate sections and services according to function, as recommended by the department head concerned and approved by the Director. Department heads shall recommend to the Director an associate or assistant as chief of each authorized section or service. Included in the Department of Surgery shall be a Service of Dentistry.

Section 2. Department Heads

Subsection 1. Appointments shall be for a term of one year and may be renewed annually in accordance with the provisions in Article III, Section 3, of the Constitution and By-laws.

Subsection 2. The position of department head will be regarded as both administrative and professional. In his administrative capacity, the head of a department shall assume such administrative functions and duties as may be delegated by the Director, and shall also assume administrative responsibility for the internal operation of his department. In his professional capacity, each department head shall be responsible for the quality of patient care provided and for the professional conduct of the members of his staff.

Section 3. Section and Service Chiefs

Section and Service Chiefs shall assume such administrative functions for their sections and services as may be delegated by their department head and shall be responsible for the quality of patient care provided by their sections and services.

Article VI. Officers and Committees

Section 1. Officers

The officers of the Medical Staff shall be the President, the Vice-President, and the Secretary. These officers shall be elected from the heads of the clinical departments at the annual meeting and shall serve for a term of one year.

The President shall call and preside at all meetings and shall be an ex-officio member of all subcommittees.

The Vice-President, in the absence of the President, shall assume all his duties and have all his authority. He shall also perform such functions as may be assigned him by the President.

The Secretary shall keep accurate and complete minutes of all meetings and receive and compile reports of committees, call meetings at the order of the President, and perform such other duties which ordinarily pertain to this office.

Section 2. Committees

Subsection 1. General

All subcommittees shall be appointed annually by the President, subject to the approval of the Executive Committee. Subcommittee chairmen may be appointed

by the President or, at his discretion and with the approval of the Executive Committee, may be elected by the members of the committee appointed.

Members of the Basic Science Staff of the Institution, as well as members of the Administrative Staff, may be appointed to subcommittees by invitation.

All appointed subcommittees shall make written reports of their meetings and recommendations and shall forward them to the Executive Committee to be made part of the permanent record.

Subsection 2. Executive Committee

The Executive Committee shall be composed of the President, who shall be the Chairman; Vice-President, Secretary, the heads of the clinical departments not holding elective office and, in addition, one member from the full-time Active Staff and one member of the part-time Staff, the latter two members to be elected at the annual meeting by members of the Active Staff. The Administrator shall serve as an ex-officio member of this committee.

The Executive Committee shall meet at least once a month to co-ordinate activities of the various departments, review policies, receive and act upon reports of the various committees of the Staff and forward recommendations to the Director. It shall be empowered to act for the Staff as a whole, subject to such limitations as may be imposed by the Staff. It shall maintain records of its deliberations and actions and shall report at each meeting of the Staff.

Subsection 3. Standing Subcommittees

- a. Medical Record Subcommittee. The Medical Record Subcommittee shall supervise and appraise all medical records and shall insure their maintenance at the required standard. The Subcommittee shall meet at least once a month.
- b. Tissue Subcommittee. The Tissue Subcommittee shall study and report to the Executive Committee the agreement or disagreement among pre-operative, post-operative, and pathologic diagnoses on tissue removed at biopsy or operation. This Subcommittee shall meet at least once a month.

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- c. Residency Training Subcommittee. The Residency Training Subcommittee shall co-ordinate and recommend policy for the training of Residents and Fellows in clinical specialties and shall be advisory to the Office of Education. It shall meet at least once a month.
- d. Infection Control Subcommittee. The Infection Control Subcommittee shall maintain a continuing survey of infectious hazards within the Hospital and shall make recommendations to the Executive Committee for measures to minimize such hazards. It shall meet at least once a month.
- e. Transfusion Subcommittee. The Transfusion Subcommittee shall review regularly the records of the transfusion service and shall formulate and recommend policies relating to the therapeutic use of blood and blood products in the Institution.
- f. Radiation Health and Hazards Panel. This Subcommittee shall maintain a continuing survey of radiation hazards within the Institution and shall make recommendations for their minimization.
- g. Disaster Subcommittee. The Disaster Subcommittee shall be charged with the responsibility of formulating a plan of action for the Hospital in the event of a local or national emergency and shall recommend such periodic changes in the plan as seem indicated. It shall also assume the responsibility of informing, through the Executive Committee, all members of the Staff of their roles in the plan and shall, through the Administration, recommend emergency functions of other employees. The Subcommittee shall supervise disaster training drills as necessary.
- h. Pharmacy and Therapeutics Subcommittee. This Subcommittee shall meet regularly for the purpose of reviewing the "Hospital Formulary" and making recommendations concerning drugs and preparations to be stocked in the Hospital. It shall also be responsible for

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informing the Staff in matters concerning the availability and use of drugs in the Hospital.

- i. Clinicopathologic Conference Subcommittee. This Subcommittee shall be composed of one member from each of the clinical departments and shall be charged with selecting cases, obtaining discussants, and determining the format of monthly clinicopathologic conferences. It shall be considered advisory to the Office of Education.
- j. Utilization Subcommittee. This Subcommittee shall meet regularly for the purpose of reviewing Institutional activities to assure that all inpatient services provided are necessary and could not be provided as effectively on an outpatient basis, in an extended care facility, or in another more appropriate facility. This Subcommittee will also insure that the medicine practices are in the best interest of the patient.

Subsection 4. Special Subcommittees

The President shall appoint, subject to approval of the Executive Committee, such special Subcommittees as are from time to time necessary to carry out the duties of the Medical Staff. Special Subcommittees shall confine their work to the purposes for which they are appointed and shall be considered automatically dissolved when the task for which they are appointed has been completed.

Article VII. Elections

Section 1. General

Elections shall be held at the annual meeting each year and shall be by written ballot unless there is only a single nominee for each office. The Secretary shall act as chief teller and may designate as many other members to act as tellers as he may deem necessary. Newly elected officers shall assume their duties upon election. Officers shall be elected by a majority of the eligible members present and voting.

Section 2. Nominations

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The Executive Committee shall act as the Nominating Committee and shall present at the regular meeting next preceding the annual meeting at least one nomination for each office to be filled. Additional nominations shall be received from the floor at this meeting. The Secretary shall be charged with the responsibility of notifying all voting members of the names of nominees at least one week prior to the annual meeting.

The slate normally to be presented at any annual meeting shall consist of nominees for the positions of President, Vice-President, Secretary, and members of the Executive Committee from the full-time Active Staff and the part-time Staff.

Section 3. Special Elections

A special election may be held at the discretion of the Executive Committee to fill the unexpired term of an officer who, for any reason, becomes unable to serve.

Article VIII. Meetings

Section 1. Annual Meeting

An annual meeting shall be held on the fourth Wednesday in August each year for the purpose of receiving reports of retiring officers and committees and electing new officers. No other business shall be conducted at this meeting. Minutes and records of attendance shall be kept.

Section 2. Regular Meetings

Subsection 1. General

Regular meetings of the entire Medical Staff shall be held four times annually on the fourth Wednesdays of January, April, July, and October, or as close to these dates as may be feasible. These meetings shall be for the purpose of discussing and taking common action in matters pertaining to the improvement of patient care and not for the purpose of presenting scientific papers. Minutes and records of attendance shall be kept.

Subsection 2. Agenda

At any regular meeting, the agenda shall be as follows:

- a. Call to order
- b. Approval of minutes of previous regular and special meetings
- c. Unfinished business

- d. Communications
- e. Report of Executive Committee
- f. Reports of standing and special committees
- g. New business
- h. Review and analysis of clinical work of the Hospital
- i. Discussion and recommendations for improvement of professional work of the Hospital.
- j. Adjournment

Section 3. Department Meetings

Each of the clinical departments shall establish a regular schedule of departmental meetings and conferences for the purpose of discussing and acting upon departmental matters pertaining to the improvement of patient care. Departmental meetings shall be held not less often than monthly. Records of attendance and minutes of these meetings shall be kept and copies forwarded to the Secretary of the Medical Staff for inclusion in the permanent record.

Section 4. Special Meetings

A special meeting of the Medical Staff may be called at any time by the President and shall be called at the request of the Director, the Executive Committee, or any five members of the Active Staff. At any special meeting, no business shall be transacted except that stated in the notice calling the meeting. Notice of a special meeting shall be given by letter or memorandum to each member of the Active Staff, delivered at least forty-eight hours before the time set for the meeting.

Section 5. Attendance at Meetings

Active Medical Staff attendance at any regular, special, or annual meeting shall be seventy-five per cent of the members of the Active Staff who are not excused by the Executive Committee for exceptional conditions such as sickness or absence from the community. Each member of the Active Staff shall attend at least seventy-five per cent of all Staff meetings unless excused by the Executive Committee for adequate cause.

Department heads shall establish rules for Staff attendance at departmental meetings.

The Executive Committee shall take note of attendance records of individual members when making recommendations for reappointment annually. Any Staff member who has been

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absent from three consecutive Staff meetings without excuse acceptable to the Executive Committee or who has been absent from more than twenty-five per cent of the Staff meetings within the year without excuse acceptable to the Executive Committee shall not be recommended for reappointment.

Section 6. Quorum

Fifty per cent of the total membership of the Active Staff shall constitute a quorum.

Article IX. Rules and Regulations

The Medical Staff shall adopt such rules and regulations as may be necessary for the proper conduct of its work. Such rules and regulations shall become a part of the Constitution and By-laws, except that they may be amended at any regular meeting, without previous notice, by a majority vote. The Executive Committee is empowered to make temporary amendments, subject to ratification by the Staff at its next regular meeting. Amendments to the rules and regulations shall become effective when approved by the Director, the Chancellor, and the Board of Regents.

Article X. Amendments to By-laws

A motion to amend the Constitution and By-laws may be made at any regular meeting or may be made in writing to the Executive Committee by any member of the Active Staff. Voting upon the motion to amend shall take place at the next regular meeting. Affirmative vote of two-thirds of those present and voting shall be necessary for adoption. Amendments shall become effective when approved by the Director, the Chancellor, and the Board of Regents.

Article XI. Adoption

The Constitution and By-laws, together with the appended rules and regulations, shall be adopted at any regular or special meeting of the Medical Staff and shall become effective when approved by the Director, the Chancellor, and the Board of Regents.

SOUTH TEXAS MEDICAL SCHOOL: INTERAGENCY CONTRACTS NOS. IAC (66-67) - 236 AND 237 WITH SOUTHWESTERN MEDICAL SCHOOL AND MEDICAL BRANCH FOR FIRST ENROLLMENT OF STUDENTS (FALL OF 1966). -- Pursuant to instructions of the Board of Regents at its meeting on February 25, 1966, Central Administration reported the details of the final arrangements that had been made for the first enrollment of students in the South Texas Medical School for the fall of 1966. Interagency Contract No. IAC (66-67) - 236 has been entered into by The University of Texas South Texas Medical School, San Antonio, Texas, and The University of Texas Southwestern Medical School, of Dallas, Texas, for the period beginning September 1, 1966 and ending August 31, 1967 under which agreement The University of Texas Southwestern Medical School at Dallas, Texas, will furnish

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instruction to five first-year medical students from The University of Texas South Texas Medical School at \$7,500 per student, or a total of \$37,500.

Likewise Interagency Contract No. IAC (66-67) - 237 has been entered into by The University of Texas South Texas Medical School and The University of Texas Medical Branch at Galveston for the period beginning September 1, 1966 and ending August 31, 1967 whereby The University of Texas Medical Branch at Galveston will furnish instruction to ten first-year medical students from The University of Texas South Texas Medical School at \$7,500 per student, or a total of \$75,000.

Funds for both of the interagency contracts will come from appropriated funds of the South Texas Medical School. These contracts have already been approved by the Board of Control.

It was also reported that (1) the Surgeon-General of the U. S. Public Health Service has approved that these additional students not be counted as first year enrollments at Southwestern Medical School and at the Medical Branch, and (2) the American Association of Medical Colleges has notified Vice-Chancellor LeMaistre that the students under this arrangement are assured full credit for their work.

POSTGRADUATE MEDICAL TRAINING PROGRAMS: OPPOSITION BY TEXAS MEDICAL ASSOCIATION TO REQUEST OF OSTEOPATHS TO PARTICIPATE, REQUEST FOR BRIEFS BY BOTH SIDES AND AUTHORIZATION FOR ATTORNEY GENERAL'S OPINION THEREAFTER. -- The Osteopathic Association has requested that their members be permitted to attend the postgraduate programs at the medical institutions of The University of Texas and has asserted a legal right to do so. The Texas Medical Association has opposed that request and has stated the Constitution and laws of Texas have no such requirement. In view of this, the Board requested that a copy of this minute order be furnished to Doctor James Murphy, representative of Texas Medical Association, and Doctor Elmer Baum, representative of Texas Association of Osteopathic Physicians, with a request that each submit to the Board of Regents a legal brief in support of their respective positions by October 15, 1966, after which the Chairman of the Board of Regents will submit a request to the office of the Attorney General of the State of Texas for an official opinion on the disputed legal positions of each group.

ARLINGTON STATE COLLEGE: AUTHORIZATION TO APPLY FOR GRANT FUNDS FOR COMPUTER; NO FINAL DECISION ON PURCHASE UNTIL REPORT OF SYSTEM-WIDE COMMITTEE. -- In order to preserve the right to make effective application for grant funds for purchase of a computer and in order to do this prior to September 6, 1966, the deadline date for applications, Dr. Woolf was authorized to make application for grant funds for a computer with the very clear understanding that the Board is not approving the purchase of a computer but is reserving its decision regarding the purchase of same until it receives and has had opportunity to consider the report of the System-Wide Committee on Computers. Dr. Hackerman stated that this report will be presented no later than the November 1966 meeting of the Board of Regents.

ARLINGTON STATE COLLEGE: CONTINUATION OF GROUP ACCIDENTAL DEATH AND DISMEMBERMENT INSURANCE PLAN FOR ARLINGTON STATE COLLEGE EMPLOYEES.--

The Administration's recommendation to continue the group accidental death and dismemberment insurance for Arlington State College employees with Commercial Insurance Company of Newark, New Jersey, was approved effective September 1, 1966, with the understanding that it shall be on a year-to-year basis if the premium is the same. If the premium is not the same, it shall be on a continuous basis provided it has a cancellation provision. (The University Personnel Department has advised that the premium is the same on a year-to-year basis as on a continuous basis).

ARLINGTON STATE COLLEGE: AMENDMENT TO 1966-67 CLASSIFIED PERSONNEL PAY PLAN.-- The 1966-67 Classified Personnel Pay Plan for Arlington State College was amended effective September 1, 1966 by:

- (1) Deleting from the Classified Personnel Pay Plan the Classification of Data Processing Manager (Code 0325)
- (2) Adding the following classification:

<u>Code</u>	<u>Classification</u>	<u>Monthly Range</u>	<u>Yearly Range</u>	<u>Step</u>
0323	Systems Analyst	\$650-\$870	\$7,800-\$10,440	35-42

- (3) Changing the Classification of the Assistant Data Processing Manager to read as follows:

<u>Code</u>	<u>Classification</u>	<u>Monthly Range</u>	<u>Yearly Range</u>	<u>Step</u>
0324	Assistant Data Processing Manager	\$740-\$1000	\$8,880-\$12,000	38-45

MAIN UNIVERSITY: OFFICE AND RESEARCH BUILDING ON UNIVERSITY JUNIOR HIGH SCHOOL SITE, APPROVAL OF FINAL PLANS AND SPECIFICATIONS.-- The Committee of the Whole received the following status report on the Office and Research Building to be located on the University Junior High School site:

At the Board of Regents' Meeting on December 12, 1964, the Consulting Architects were authorized to prepare preliminary plans for an Office and Research Building at the University Junior High School site, at an estimated cost of \$750,000.00. The preliminary plans and outline specifications were approved by the Board on May 22, 1965, and at that same meeting an appropriation was made in the amount of \$750,000.00 for the project. When the Associate Architect, Mr. Howard R. Meyer of Dallas, submitted the working drawings to the Office of Facilities Planning and Construction, he also submitted a cost estimate which indicated a construction cost of \$845,340.00. When movable furniture and equipment, Architects' fees, inspection, testing, etc., are added it would make a total estimated cost of approximately \$995,000.00 which is \$245,000.00 in excess of the appropriation.

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The plans have been reviewed in detail by both Associate and Consulting Architects, and they cannot reduce the cost of the building as it is presently designed to come within the funds available.

A detailed discussion ensued, after which the final plans and specifications for the Office and Research Building on University Junior High School property were approved, and the Director of the Office of Facilities Planning and Construction was authorized to advertise for bids to be presented to the Board for consideration at a later meeting.

MAIN UNIVERSITY: AWARD OF CONTRACT TO C. H. LEAVELL AND COMPANY FOR BUILDING AND DOME HOUSING THE 105-INCH TELESCOPE AT W. J. MCDONALD OBSERVATORY.-- A contract was awarded to the low bidder, C. H. Leavell and Company, El Paso, Texas, in the amount of \$1,526,600 for the construction at W. J. McDonald Observatory of a dome and building to house the 105-inch telescope (Grant No. GU-1580) which has a mirror blank of 108 inches.

MAIN UNIVERSITY: WATER CHILLING STATIONS ON WALLER CREEK AND EAST OF SAN JACINTO STREET, UTILITY EXPANSION, AND INSTALLATION OF 300,000 POUND BOILER AUTHORIZED AND FUNDS ALLOCATED FROM PERMANENT UNIVERSITY FUND BOND PROCEEDS THEREFOR.-- After reviewing the report of Stone and Webster Engineering Corporation on electric, steam and chilled water needs at the Main University, Central Administration recommended, and the Committee of the Whole approved, that work begin immediately on the following:

1. For air conditioning, the construction of:

(a) a water chilling station on Waller Creek south of the proposed Dormitory-Academic Complex to serve the Dormitory and Academic Complex and other present and proposed facilities to be located in this area, including the facilities located at the University Junior High School site. The building should be designed to have approximately 4,000 tons and be expandable to house 8,000 tons of air conditioning equipment, the additional tonnage to be added as required.

(b) a water chilling station East of San Jacinto Street to serve the East Campus Library and Research Building, Lyndon Baines Johnson Library, Thompson Conference Center, Townes Hall, Art Building, Texas Memorial Museum and other future developments in this area. The building should be designed to have approximately 4,000 tons and be expandable to house 8,000 tons of air conditioning equipment, the additional tonnage to be added as required. (Townes Hall, Art Building and Texas Memorial Museum should be tied into the Central System to reduce operating cost and provide the more reliable service of a central facility as opposed to individual units).

- 2. For utility expansion, interconnection of the chilled water system, extension of service to the various buildings from the Central Water Chilling plants, steam distribution from the Central supply, and enlargement and extension of the electrical service.
- 3. For steam, construction of the necessary facilities and installation of a 300,000 pound per hour boiler to provide the steam capacity necessary to serve the projects which have already been approved.

For the projects authorized above, the following allocations from Permanent University Fund Bond Proceeds were approved:

Water Chilling Station on Waller Creek (4000 tons)	\$1,000,000
Water Chilling Station East of San Jacinto Street (4000 tons)	1,000,000
Utility Expansion	1,000,000
Installation of Boiler (300,000 pounds per hour)	1,500,000
Total	<u>\$4,500,000</u>

MAIN UNIVERSITY, MCDONALD OBSERVATORY: LEASE AGREEMENT WITH G. C. MITCHELL ESTATE, PRESIDIO COUNTY, TEXAS, FOR RADIO-ASTRONOMY AND RELATED PURPOSES.-- Chairman Heath was authorized to execute a lease agreement with G. C. Mitchell Estate for land in Presidio County to be used for radio-astronomy and related purposes when he(the Chairman) and Vice-Chancellor Hackerman have approved the lease as to content and University Attorney Waldrep as to form. It was understood that the lease is to be effective September 1, 1966, and it was further understood and directed that the term of the lease shall contain option periods of not less than 50 years.

MAIN UNIVERSITY: REMODELING OF LITTLEFIELD HOME AND CARRIAGE HOUSE; APPROPRIATIONS THEREFOR.-- The Committee of the Whole received the following report from Central Administration relating to the Littlefield Home and Carriage House and approved the recommendations therein:

"After careful study and review of the proposed use of the Littlefield Home, Chancellor Ransom concurs in the recommendation of Business Manager Colvin and Vice-Chancellors Landrum and Walker that:

- 1. The Littlefield Home and Carriage House be air-conditioned
- 2. The first two floors of Littlefield Home be remodeled and refurbished to provide space for the Development Board Offices and such other offices that may be assigned by the Chancellor.
- 3. Provide a parking lot at Whitis and 25th to accommodate eighteen parking spaces.

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"The estimated cost of the remodeling of Littlefield Home and the air-conditioning of the Littlefield Home and Carriage House is \$95,000. The estimated cost of the parking lot is \$3,500.

"An amount of \$44,000 is allotted for air-conditioning, plumbing and electrical work, and an amount of \$51,000 is allotted for:

1. Exterior and interior painting
2. Carpentry and masonry repairs and remodeling
3. Slate roof repairs and replacement
4. Installation of modern rest rooms on 1st and 2nd floors
5. Installation of a small elevator, adequate to transport people, serving the basement and 1st and 2nd floors
6. Carpet for 1st and 2nd floors
7. Drapes for windows in the four front rooms on 1st floor, and venetian blinds for all other windows on 1st and 2nd floors

"The attic space will not be remodeled since this space will be used for duct work, elevator equipment, etc. The basement area will not undergo extensive remodeling but will have some air-conditioning provided to certain spaces. Furnishings are not included in these cost estimates.

"It is recommended that the Board of Regents:

1. Approve this remodeling project as summarized.
2. Appropriate \$95,000 from Main University General Funds - Unappropriated Balance for the remodeling project.
3. Appropriate \$3,500 from Main University Auxiliary Enterprise Account 'Reserve for Construction of Parking Areas and Lots' for the parking lot.
4. Authorize the Physical Plant of Main University to do these projects and take bids on items to be contracted with approval of sub-contract awards to be made by a committee of Director of Physical Plant Eckhardt, Business Manager Colvin and Vice-Chancellor Walker."

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GRAZING LEASE NO. 967, GENE O'DELL AND B. A. RANDALL D/B/A O'DELL AND RANDALL CATTLE CO.: ASSIGNMENT OF INTEREST IN LEASE TO JOE MENDIBURU.-- Approval was given for an assignment of a 50% interest in Grazing Lease No. 967, now held by O'Dell and Randall Cattle Company, to Joe Mendiburu with the new partnership to do business as Double "U" Cattle Company. Chairman Heath was authorized to execute the assignment when it has been approved as to subject matter by the Executive Director of Investments, Trusts and Lands and as to form by University Attorney Waldrep. The lease covers 117,143.2 acres in Blocks D, E, F and H in Hudspeth County at an annual rental of 15¢ an acre or a total annual rental of \$17,571.48 and runs through December 31, 1970. The University has received \$17,561.25 as its share of the bonus.

SOUTHWESTERN MEDICAL SCHOOL: GILLETTE PROFESSORSHIP OF OBSTETRICS AND GYNECOLOGY - PROPOSAL FROM OHMSTED MACHINE WORKS, INC., FOR PURCHASE OF 5.4 ACRES ON LA PORTE ROAD, HARRIS COUNTY.-- The administration was asked to negotiate further with reference to the proposal from Ohmstede Machine Works, Inc., for the purchase of approximately 5.4 acres of land on the La Porte Road in Harris County and to report at a subsequent meeting of the Board of Regents.

HOGG FOUNDATION: WILL C. HOGG MEMORIAL FUND-- TOWN HOUSE PROPERTY (ALLEN PARKWAY AND WAUGH DRIVE, HOUSTON, TEXAS)-- PROPOSAL OF W. HOWARD LEE ET AL.-- The Committee of the Whole accepted the proposal from W. Howard Lee et al, lessees of the Town House Property (Allen Parkway and Waugh Drive, Houston, Texas), for an option to purchase the property covered by his present lease, approximately 5.81 acres out of the John Austin Survey in the City of Houston. The proposal provides that W. Howard Lee et al will pay \$25,000 for an option for one year from May 1, 1966, to purchase at \$6 per square foot cash the property covered by their present lease, the option to be renewable, at their option, for 2 additional years, 1 year at a time, by payment of \$25,000 for each additional year. Chairman Heath was authorized to execute the necessary documents when they have been approved as to content by Mr. Floyd Shelton and as to form by Attorney Waldrep. In accepting the proposal it was understood that:

1. Each \$25,000 payment will be covered in the option and will not apply on the purchase price.
2. A survey would be made as soon as possible, or agreement would be reached on surveys already made, in order to describe the property and give the total area in the option agreement. Any additional surveying will be done at the expense of W. Howard Lee et al by a surveyor approved by the University.
3. If the option is exercised, the purchaser will pay at \$6 a foot for the entire area without deduction for easements.

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4. If the option is exercised, the purchaser will have the right, when and if the area that went to the City for Allen Parkway reverts, to purchase it at \$6 per square foot, either by paying that to the University or by paying the City \$.45 and paying the University \$5.55.
5. If the option is exercised, the University will furnish a title policy at its expense from a reputable title company of the purchaser's choice.

SYSTEM-WIDE: STUDY OF SAFETY MEASURES AUTHORIZED. -- Chancellor Ransom was authorized to request each campus and division of the University system to study safety measures, to establish appropriate safety devices and organizations, and to maintain local security systems, with an annual report as to their efficiency. These safety measures should provide:

1. Safety of personnel and University property.
2. Efficient action in case of disaster (tornado, etc.) and crime.
3. Security against dangerous materials or activities (radiation, etc.).
4. Proper alarm and communication devices.
5. Periodic local inspection of security systems.
6. Established procedures and channels for communicating with local, state, and federal law-enforcement agencies.

CHANCELLOR'S DOCKET NO. 9. -- Chancellor's Docket No. 9 was approved without exceptions. However, the Administration has requested that the following corrections be made:

1. Page A-4, Item 7 under Gifts - The donor should be Mr. George A. Blucher, 3211 Topeka, Corpus Christi, Texas, rather than Miss Marie M. von Blucher.
2. Page W-1, Item 6 - An asterisk (*) should be placed to indicate that no letter supporting the gift was received.

APPROPRIATION OF \$4,800 FROM AVAILABLE UNIVERSITY FUND FOR LEGAL SERVICES OF JAMES P. HART. -- It was ordered that \$4,800 be paid to Attorney James P. Hart for legal professional services in the preparation of an opinion requested by the Board of Regents with respect to admission of students to The University of Texas and other related matters, the funds to come from the Available University Fund.

MAIN UNIVERSITY: ALUMNI RECORDS. -- The Administration was instructed to conduct a survey of the records relating to alumni and bring back explicit recommendations for an efficient and economical system.

MAIN UNIVERSITY: MINIMUM SALARY OF FACULTY MEMBERS ON MODIFIED SERVICE. -- It was ordered that the minimum salary of faculty members at the Main University who are over 70 years of age and who are on modified service be raised to one-half of the minimum salary of the rate for each member's respective rank.

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SYSTEM-WIDE: CHANGES IN CONSULTING ARCHITECT'S CONTRACT. -- The proposed changes in the Consulting Architect's contract were approved as amended with authority to the Chairman of the Board to execute the contract with Brooks, Barr, Graeber and White when it has been approved as to form by University Attorney Waldrep and as to content by Vice-Chancellor Walker. The changes as approved are:

1. New contract for a period of one year beginning September 1, 1966, and ending August 31, 1967.
2. The component institutions of The University of Texas System covered by this agreement include: the Main University at Austin, the Medical Branch at Galveston, the M. D. Anderson Hospital and Tumor Institute at Houston, the Dental Branch at Houston, the Southwestern Medical School at Dallas, the Texas Western College at El Paso, the South Texas Medical School at San Antonio, and the Arlington State College at Arlington.
3. Work with the Director of Facilities Planning and Construction in the initiation phases of all new projects to provide suitable preliminary information on space requirements and estimated budget requirements prior to Regental authorization of a project.

Recommend the location of the building or buildings in relation to the approved Campus Master Plan.

In consultation with Faculty Committees and the Director of Facilities Planning and Construction review and advise in the preparation of program requirements and make recommendation as to the height, size and configuration of each building and review the scope of the project in relationship to the approved budget.

Review with the Associate Architect in conjunction with the Office of Facilities Planning and Construction the program of requirements developed for the building by the University.

Periodic review of the design development and make recommendations with regard to approval of final design for submission to the Board of Regents.

Upon request, make recommendation of general material specifications.

The Associate Architect will prepare preliminary drawings and outline specifications and cost estimates for submission to the Board of Regents for approval.

Advise with the Director of Facilities Planning and Construction on construction matters and assist in the scheduling and coordination of the various projects during their conceptual design, working drawings, and construction phases.

4. In the event the Owner shall desire to employ the Consulting Architects for the performance of services not covered by this contract, a separate agreement defining such services and

providing compensation therefor shall be negotiated and completed between the Owner and Consulting Architects before such services are undertaken.

- 5. Payment for Consulting Architects' Services on New Construction. The Owner agrees to pay the Consulting Architects for such services a fee of 0.5% of the total cost of such buildings and other permanent improvements as may actually be authorized under the terms hereof, exclusive of architects' fees and movable furniture and equipment, but including the cost of the structural and mechanical contracts and all built-in furniture and equipment.
- 6. It is understood and agreed that the maximum fee including traveling expenses, for all services rendered in connection with the preparation and continuing study of campus development plans, during the term of this agreement, shall not exceed specific appropriations by the Board of Regents for campus planning.
- 7. Wherever the title of Comptroller appears change to Director of Facilities Planning and Construction; wherever the term preliminary plan appears change to program and preliminary studies.

SYSTEM-WIDE: CHANGES IN CONTRACTS FOR ASSOCIATE ARCHITECTS.-- The following proposed changes in contracts for Associate Architects as amended were approved:

The plans, specifications and drawing for the entire project as herein described, shall be so prepared that same will call for the erection of a building and related facilities together with its built-in permanent fixtures and equipment, which will cost not more than \$ _____, and in the event the lowest acceptable bid received for the project exceeds the above amount, then the Associate Architect, without charge to the Owner, shall make revisions to the drawings and specifications as may be necessary to bring the cost of the project within the above stipulated amount.

PAYMENTS

Under the proposed new Associate Architect's contract the total fee will be 5 1/2% paid as follows:

- a. Upon completion of preliminary plans and outline specifications, a fee of 3/4%
- b. When plans and specifications are 75% complete, increase fee to 3%
- c. When contract is let, increase fee to 4%
- d. The remaining 1 1/2% payable monthly in proportion to the work performed by the contractor
- e. If the project is abandoned after completion of plans and specifications, the Associate Architect will be paid a fee of 4%.

The applicable payment provisions in this contract form shall also apply to the present contract with the firm of Mr. George Dahl for the construction of the Physics, Mathematics and Astronomy Building and with the firm of Jessen, Jessen, Millhouse, and Greeven for the construction of the Dormitory and Academic Complex, both at Main University.

REGENTS' RULES AND REGULATIONS, PART ONE, CHAPTER I AND PART TWO, CHAPTER IX: AMENDMENTS; RULE WAIVED FOR FINAL APPROVAL. -- Chapter I of Part One of the Rules and Regulations of the Board of Regents for the Government of The University of Texas was amended by adding a new Section 8 as set out below. This is a job description for the newly created position of "Executive Director, Office of Investments, Trusts and Lands." The 30-day rule requiring that this section be finally approved was waived, and this amendment became effective immediately.

Sec. 8. Executive Director of Investments, Trusts and Lands.

- 8.1 The Executive Director of Investments, Trusts and Lands is an administrative officer of The University of Texas System. He is elected by the Board of Regents, serves at the pleasure of the Board, reports to and is responsible to the Board, and receives such compensation as may be fixed by the Board.
- 8.2 Duties - The duties of the Executive Director include the following:
- 8.21 The Executive Director recommends to the Board, and implements when they are approved by the Board, policies and actions with respect to:
- 8.211 The investment, management, and administration of all endowment funds belonging to the University System and its component institutions, including the Permanent University Fund, the Available Fund, and all trust and special funds;
- 8.212 The management and administration of the surface of all endowment lands and real estate belonging to the University System and its component institutions, including the West Texas Lands and all trust properties;
- 8.213 The management and administration of oil, gas and other mineral exploration and production on all endowment lands and real estate belonging to the University System and its component institutions, including the West Texas Lands and all trust properties; and
- 8.214 The issuance, management, and payment of all bonds and other evidences of indebtedness issued by the Board of Regents for the University System and its component institutions.
- 8.22 The Executive Director works closely with the Board for Lease of University Lands in the discharge of its duties and responsibilities.

- 8.23 The Executive Director presents to the Board of Regents and the Chancellor periodic reports of the status and prospect of funds for which he has responsibility and which will be available for expenditure by the University System and its component institutions, but except to defray the incidental cost of the operation of his office, the Executive Director has no responsibility or authority for the appropriation or expenditure of any such funds.
- 8.24 The Executive Director assists and cooperates with the Chancellor or his delegate in developing and promoting philanthropy for the benefit of the University System and its component institutions.
- 8.25 The Executive Director consults with and seeks the advice of the Executive Associate for Economic Affairs with respect to the development of long-range plans for the development and management of the economic resources of the University System and its component institutions.
- 8.26 The Executive Director directs and is responsible for the proper operation of the following budgeted activities:
- 8.261 Board for Lease - University Lands
 - 8.262 University Lands - Legal and Surveying
 - 8.263 Oil Field Supervision and Geophysical Exploration
 - 8.264 University Lands - Surface Leasing
 - 8.265 Endowment Office
 - 8.266 Securities Division

In this same connection, final approval was given to amend Chapter IX of Part Two of the Rules and Regulations by substituting for "Endowment Office" the new title of "Office of Investments, Trusts and Lands" and by substituting for "Vice-Chancellor (Fiscal Affairs)" the title "Executive Director, Investments, Trusts and Lands."

(At this point Chairman Heath introduced Mr. Floyd O. Shelton, Executive Director of Investments, Trusts and Lands.)

Likewise, Chapter I of Part One of the Rules and Regulations was amended by adding Section 9 as set out below. This is a job description for the position of Executive Associate for Economic Affairs. The necessary rules were suspended and this amendment became effective immediately.

Sec. 9 Executive Associate for Economic Affairs.

- 9.1 The Executive Associate for Economic Affairs is a staff officer of The University of Texas System. He is elected by the Board of Regents, serves at the pleasure of the Board, reports to and is responsible to the Board, and receives such compensation as may be fixed by the Board.
- 9.2 Duties - The Executive Associate on a continuing basis conceives and develops long-range plans and studies with respect to the development and management of the economic resources of the University System and its component institutions, and, upon request, consults and advises with the Board of Regents and the Executive Director of Investments, Trusts and Lands regarding such plans and studies.

BOARD OF REGENTS: APPOINTMENT OF DOCTOR GEORGE KOZMETSKY AS EXECUTIVE ASSOCIATE FOR ECONOMIC AFFAIRS AND MR. FLOYD SHELTON AS EXECUTIVE DIRECTOR OF INVESTMENTS, TRUSTS AND LANDS. -- Doctor George Kozmetsky has been named as Dean of the College of Business Administration of the Main University at an annual salary rate of \$30,000 and as Executive Associate for Economic Affairs at a salary of \$5,000 for twelve months effective September 1, 1966, \$30,000 to come from funds of Office of Dean of College of Business Administration and \$5,000 from Available University Fund.

Mr. Floyd O. Shelton has been appointed as Executive Director of Investments, Trusts and Lands at an annual salary rate of \$30,000 for the period August 1-31, 1966, and reappointed effective September 1, 1966, funds to come from Available University Fund.

MAIN UNIVERSITY, LAND ACQUISITION PROGRAM: AUTHORIZATION TO REQUEST COORDINATING BOARD OR LEGISLATURE TO ACQUIRE LOTS 27 AND 28, BLOCK 11, WHITIS ADDITION. -- Authorization was granted the Administration to request either the Coordinating Board or the Legislature for permission to purchase Lots 27 and 28, Block 11, Whitis Addition, a subdivision of outlots 15, 16 and 17, Division D, Austin, Travis County, Texas. The Legislature has previously authorized the purchase of Lots 29 and 30 in the same block.

MAIN UNIVERSITY, LAND ACQUISITION PROGRAM: OUT-OF-POCKET EXPENSES AUTHORIZED TO CLARK, THOMAS, HARRIS, DENIUS AND WINTERS FOR SERVICES. -- It was ordered that out-of-pocket expenses be paid to the firm of Clark, Thomas, Harris, Denius and Winters for their services in connection with the Main University Land Acquisition Program in the amount of \$1,246.40 from the account for Main University Land Acquisition, which was authorized by the 59th Legislature.

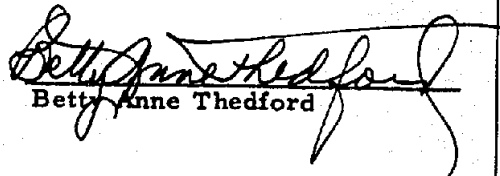
MAIN UNIVERSITY: (1) REQUEST TO COORDINATING BOARD OR LEGISLATURE TO ACQUIRE WOOLDRIDGE SCHOOL AND NEGOTIATIONS FOR SAME AUTHORIZED (2) APPROPRIATION FROM AVAILABLE UNIVERSITY FUND BALANCE FOR PROPOSED ACQUISITION OF WOOLDRIDGE SCHOOL, SITE DEVELOPMENT OF EAST CAMPUS LIBRARY AND RESEARCH BUILDING, EAST MALL DEVELOPMENT, AND SITE WORK. -- The Committee of the Whole authorized the Administration to request approval of either the Coordinating Board or the Legislature to acquire by purchase the Wooldridge School property located on West 24th Street, between Nueces and Seton Avenue. In this connection, the Administration was further authorized to negotiate for acquisition of the Wooldridge School property pending approval from the Coordinating Board or the Legislature.

The Committee of the Whole also approved the following appropriations from the Available University Fund Unappropriated Balance:

- | | |
|---|--------------|
| 1. For acquisition of Wooldridge School Property | \$343,500.00 |
| 2. For site development - East Campus Library and Research Building | 700,000.00 |
| 3. For East Mall Development and for Site Work | 250,000.00 |

PROPOSAL FROM NATURE CONSERVANCY, INC. -- Consideration was given to the proposal of Nature Conservancy, Inc., whereby the Conservancy would furnish the University approximately 2,600 acres of land with the understanding that it would be used for scientific research and ecological field studies and at the same time provide a facility to attract leading scientists to the University. After due consideration, the Secretary was instructed to write Mrs. Nevenna Travis, Secretary, that the University would be able to use the tract in question for pertinent scientific studies provided it did not have to expend its funds or become liable in any manner legally or morally for the purchase of the land, for its fencing, for its maintenance, or for any other expenses except those directly related to the scientific work. The latter include, of course, the faculty and staff salaries, transportation to and from the site, the necessary record-keeping and similar expenses.

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


Betty Anne Thedford

September 12, 1966