

The Material Supporting the Agenda includes all documentation sent to the Regents for their study ten days prior to the meeting. It does not necessarily include items that are on the Supplementary Agenda as it would be an impossibility to keep the record accurate as some material does not reach the Secretary's Office until weeks thereafter.

CONTENTS TO THIS VOLUME
1957-58

<u>Meetings Nos.</u>	<u>Dates</u>
564	October 10-11, 1957
565	November 21-22, 1957
566	January 10-11, 1958
567	March 14-15, 1958
568 There was no supporting material.	April 9, 1958
569	April 26, 1958
570	May 29-30, 1958
571 There was no supporting material.	June 21, 1958
572 There was no supporting material.	July 23, 1958
573 There was no supporting material.	August 17, 1958

Material Supporting Agenda

January 10-11, 1958

**THE BOARD OF REGENTS
of
THE UNIVERSITY OF TEXAS**



Name:

Official Copy

CALENDAR

MEETING OF THE BOARD OF REGENTS
OF
THE UNIVERSITY OF TEXAS
AUSTIN, TEXAS
January 10 and 11, 1958
President's Office, Main Building 101
Telephone: GREENWOOD 6-8371

Thursday, January 9

Page No.

4:15 p. m. - Meeting of the Board for Lease of University Lands
State Land Commissioner E. J. Rudder, Chairman,
and Regents Johnson and Thompson
(Land Office Building, 4th Floor)

Friday, January 10

10:00 a. m. - 75th Year Convocation#

2:30 p. m. - Meeting of the Buildings and Grounds Committee - 30
Regents Lockwood, (Mrs.) Devall, Johnson
and Hardie (Main Building 104)

- Meeting of the Medical Affairs Committee - 18
Regents Minter, Sorrell, Bryan and
Thompson**

4:00 p. m. - Meeting of the Land and Investment Committee - 35
Regents Sorrell, Johnson, Bryan and
Thompson (Main Building 205)

- Meeting of the Academic and Developmental Affairs 10
Committee - Regents (Mrs.) Devall, Lockwood,
Minter and Hardie**

Saturday, January 11

9:00 a. m. - Meeting of the Committee of the Whole with 2
Administrative Heads of Units Individually*

12:00 m. - Lunch

1:00 p. m. - Meeting of the Board* 4

* President's Office, Main Building 101

** President's Office, Conference Room, Main Building 101M

Program for this to be sent by Committee of 75

AGENDA
 BOARD OF REGENTS
 OF
 THE UNIVERSITY OF TEXAS

COMMITTEE OF THE WHOLE
 President's Office, Main Building 101
 Main University
 Austin, Texas
 January 11, 1958
 9:00 a. m.

	Page No.
I. Reports of Standing Committees	
A. <u>Executive Committee - Regents Johnson, Lockwood, Minter and Sorrell</u>	
Recommendations of Athletic Council, Main University Deliberations of the Board	10 - 10d
B. <u>Academic and Developmental Affairs Committee - Regents (Mrs.) Devall, Lockwood, Minter and Hardie</u>	
1. Educational Television (Joint Operation with San Antonio Council)	10
2. License for FM Radio Station	15
C. <u>Buildings and Grounds Committee - Regents Lockwood, (Mrs.) Devall, Johnson and Hardie</u>	
Progress Report on Clinical Science Building, Southwestern Medical School Deliberations of the Board	17
D. <u>Medical Affairs Committee - Regents Minter, Sorrell, Bryan and Thompson</u>	
1. Medical Branch	
a. Progress Reports	18
(1) James A. Hamilton and Associates Survey	18
(2) Proposed Psychiatric Hospital	18
(3) Financial Status of Dormitories	18
b. Administrative Reorganization	24
2. M. D. Anderson Hospital and Tumor Institute	
Progress Report on Application for Tax Exemption, Association of Physicians	24

3.	Council on Medical Affairs	24
a.	Proposed School of Nursing, Texas Medical Center	24e
b.	Admissions Policy Brochure	24c
c.	Comparative Analyses of Medical Branch and Southwestern Medical School (Doctor Casberg)	24a
E.	<u>Board for Lease of University Lands - State Land Commissioner Rudder, Regents Johnson and Thompson</u>	24
F.	<u>Land and Investment Committee - Regents Sorrell, Johnson, Bryan and Thompson</u>	24
II.	Special Committee on Developmental Affairs - Chairman Jeffers, Vice-Chairman Sorrell, Regent Thompson - Vice-President Haskeu	24
III.	Special Items	
A.	<u>Central Administration</u>	
1.	Amendment to Rules and Regulations (Outside Employment)	25
2.	Land and Trust Attorney Vacancy	Deliberations of the Board 26 m
3.	Brackenridge Tract	26
4.	Blanket System-Wide Policies for Money and Securities Insurance and Blanket Position Fidelity Bond (Award of Contracts)	26 v 26j
5.	Policies, Legislative Budget Requests 1959-61	27
6.	Analyses of Mail Dockets (Doctor Ransom)	29
B.	<u>Main University</u>	
1.	Library Problem in General - Parson's Library (Doctor Ransom)	Deliberations of the Board 29
2.	Progress Report, Welch Foundation Chair in Chemistry	Deliberations of the Board 29
C.	<u>Texas Western College</u>	
	Progress Report, Stadium Expansion	No Report 29

AGENDA

BOARD OF REGENTS
OF
THE UNIVERSITY OF TEXAS
President's Office - Main Building 101
Austin, Texas
January 11, 1958
1:00 p.m.

	Page No.
I. Reports of Standing Committees	
A. <u>Executive Committee</u> - Regents Johnson, Lockwood, Minter and Sorrell	30
Budgetary Items	
B. <u>Academic and Developmental Affairs Committee</u> - Regents (Mrs.) Devall, Lockwood, Minter and Hardie	30
C. <u>Buildings and Grounds Committee</u> - Regents Lockwood, (Mrs.) Devall, Johnson and Hardie	30
1. Main University	
a. Ratification of Award of Contracts for Completion of Third and Fourth Floors in East End of the Experimental Science Building	30
b. Approval of Final Plans and Specifications for Addition to Physics Building	31
c. Approval of Preliminary Plans for Ex- pansion of Texas Union Building	31
d. Construction of Additional Facilities on North Side of Service Building	31
e. Painting in Main Building at the Main University after Completion of Air Condi- tioning Contract	32
f. Allocation of \$175, 000. 00 Appropriation from Available University Fund for 1957-58 for Major Repairs and Rehabilitation Projects	32
g. Removal of Oak Tree	33
h. Award of Contract for Movable Furniture and Equipment for Kinsolving Dormitory	
i. Report on English Building Ceilings	

2.	Southwestern Medical School Supplemental Report on Enforcing Liquidated Damages Clause in General Contract on Clinical Science Building	
D.	<u>Medical Affairs Committee</u> - Regents Minter, Sorrell, Bryan and Thompson	35
E.	<u>Land and Investment Committee</u> - Regents Sorrell, Johnson, Bryan and Thompson	35
1.	Permanent University Fund	
a.	Investment Matters	
(1)	Report of Purchases of Securities and Sale of Rights and Stock Dividend	39
(2)	Permanent University Fund Investment Program - Recommended Additions to Approved List of Security Brokers and Dealers	45
(3)	Waiver of Preferential Right to Purchase Veterans' Land Bonds for Permanent University Fund	46
(4)	Bond Purchase Program, Permanent University Fund Bonds, Series 1949; Report on Progress of Program, Ratification of Contract and Supplemental Agreement	46
b.	Land Matters	48
(1)	Application for Pipe Line Easement No. 1021, Phillips Pipe Line Company, Andrews County, Texas	
(2)	Application for Telephone and Telegraph Line Easement No. 1022, Service Pipe Line Company, Andrews County, Texas (Renewal of Easement No. 331)	
(3)	Applications for Pipe Line Easements	
(a)	No. 1023, Texas-New Mexico Pipe Line Company, Crane County, Texas	
(b)	No. 1024, Phillips Petroleum Com- pany, Andrews County, Texas	
(c)	No. 1025, Texas-New Mexico Pipe Line Company, Andrews County, Texas	
(d)	No. 1026, El Paso Natural Gas Com- pany, Andrews County, Texas	
(e)	No. 1027, Phillips Petroleum Com- pany, Andrews County, Texas	

- (f) No. 1028, Gulf Oil Corporation,
Crane County, Texas
- (g) No. 1029, Phillips Petroleum Com-
pany, Andrews County, Texas
- (h) No. 1030, Service Pipe Line Com-
pany, Andrews County, Texas
(Renewal of Easement No. 336)
- (4) Application for Roadside Park Easement
No. 1031, Texas Highway Department,
Crane County, Texas
- (5) Application for Highway Right-of-Way
Easement No. 1032, County Commissioners'
Court of Andrews County, Andrews County,
Texas
- (6) Applications for Pipe Line Easements
 - (a) No. 1033, Cabot Carbon Company,
Ward County, Texas
 - (b) No. 1034, Empire Southern Gas
Company, Andrews County, Texas
- (7) Application for Cathodic Protection Unit
Easement No. 1035, El Paso Natural Gas
Company, Hudspeth County, Texas
- (8) Application for Telephone and Telegraph
Line Easement No. 1036, General Telephone
Company of the Southwest, Crockett County,
Texas
- (9) Application for Material Source Easement
No. 1037, Texas State Highway Commission,
Reagan County, Texas
- (10) Application for Highway Right-of-Way Ease-
ment No. 1038, County Commissioners'
Court of Upton County, Upton County, Texas
- (11) Applications for Pipe Line Easements
 - (a) No. 1039, Comanche Gas Company,
Pecos County, Texas
 - (b) Nos. 1040 and 1041, The Atlantic
Refining Company, Crane County,
Texas and Crane and Ector Counties,
Texas, respectively
- (12) Application for Roadside Park Easement
No. 1042, Texas State Highway Commission,
Andrews County, Texas
- (13) Application for Gas Booster Station and Camp
Site Easement No. 1043, Phillips Petroleum
Company, Andrews County, Texas
- (14) Application for Pipe Line Easement No. 1044,
Phillips Petroleum Company, Andrews County,
Texas

- (15) Applications for Grazing Leases
- (a) No. 726, W. R. Bissett, Crockett County, Texas (Renewal of Grazing Lease No. 595 and part of Grazing Lease No. 597)
 - (b) No. 727, Fleet Coates, Crockett County, Texas (Renewal of Grazing Lease No. 594)
 - (c) No. 728, Bissett and Hemphill, Crockett County, Texas (Renewal of Grazing Lease No. 596)
 - (d) No. 729, Mrs. L. W. Anderson, Ward, Winkler and Loving Counties, Texas (Renewal of Grazing Lease No. 599)
 - (e) No. 730, A. B. Connell, Ector County, Texas (Renewal of Grazing Lease No. 600)
 - (f) No. 731, George Blackstone and F.M. Elkins, Crockett and Irion Counties, Texas (Renewal of Grazing Lease No. 694)
 - (g) No. 732, Sam Mann, Reagan and Crockett Counties, Texas (Renewal of Grazing Lease No. 591)
 - (h) No. 733, E. H. Linthicum and Son, Irion and Crockett Counties, Texas (Renewal of Grazing Lease No. 598)
 - (i) No. 734, Mrs. S. M. Owens, Reagan and Upton Counties, Texas (Renewal of Grazing Lease No. 593)
 - (j) No. 735, Mrs. N. D. Blackstone, Terrell County, Texas (Renewal of Grazing Lease No. 601)
 - (k) No. 736, Troy Williams, Crockett County, Texas (Renewal of Grazing Lease No. 590 and Grazing Lease No. 693)
 - (l) No. 737, J. E. Hill, Andrews County, Texas (Renewal of Grazing Lease No. 586)
- (16) Application for Caliche Permit No. 116, Phillips Petroleum Company, Andrews County, Texas
- (17) Ratifications of Water Contracts
- (a) No. 74, Henry L. Stafford, Andrews County, Texas

	(b)	No. 75, Bogle Oil Company, Andrews County, Texas	
	(c)	No. 76, McMillan-Moor, Hudspeth County, Texas	
(18)		Application for Telephone Line Easement No. 1045, Southwestern Bell Telephone Company, Hudspeth County, Texas	
(19)		Report on Execution of Water Contract No. 71, with Andrews Independent School District	
(20)		Report on Filing of Vacancy Suit in District Court of Pecos County by E. H. Cox	
	c.	Special Report	
		Annual Report on Investments*	
2.		Trust and Special Funds	
	a.	Investment Matters	
	(1)	Report of Purchases and Sales of Securities	55
	(2)	Arts and Sciences Foundation - Recommendation re Sale of Common Stock Gift	56
	b.	Gift, Bequest and Estate Matters	
	(1)	Toreador Royalty Corporation - Report on Pending Matters and Recommendation for Proxies for Stockholders' Meetings	57
	(2)	M. D. Anderson Hospital and Tumor Institute - Recommendation re Deed from W. W. King	57
	c.	Real Estate Matters	
	(1)	Hogg Foundation: Varner Properties	
	(a)	Report and Recommendation re Delinquent Taxes on Varner Building Sold to Pappas Company, Inc. Under Vendor's Lien and Deed of Trust Note	58
	(b)	Report and Recommendation re Insurance Carried by Lessee on Texas State Hotel Property	58
	(2)	Cotton Estate (Texas Western College) - Cancellation of Lease to Sidney A. Stallman, Cotton Estate Property, El Paso, Texas	59
	(3)	Archer M. Huntington Museum Fund - Right-of-Way Easement, Southwestern Bell Telephone Company, Galveston County, Texas	59
	(4)	Rosalie B. Hite Estate (M.D. Anderson Hospital and Tumor Institute) - Offer from Ben Taub et al for Purchase of Property at Capitol and LaBranch, Houston, Texas	59

* This report was mailed to you by Endowment Officer Stewart.

	(5) Sivert Brown Estate (Medical Branch) - Proposal for Sale of 15 Acres, John Cummings League, Abstract 57, Brazoria County, Texas to Leon Finley	59
d.	Revenue Bond Financing Matters Main University - Proposed Expansion of Texas Union Building - Filing of Final Loan Application with Housing and Home Finance Agency	60
e.	Special Report Annual Report on Investments*	
II. Special Items		
A.	Approval of Minutes, November 21-22, 1957 Meeting	61
B.	Schedule of Meetings	61
C.	Approval of Docket	61
D.	Reports for Record	
	1. Membership, University Development Board	62
	2. Recommendation to Texas Commission on Higher Education re Selected Programs (Home Economics, Main University)	64
	<u>SUPPLEMENTAL AGENDA</u> See Page	65

* This report was mailed to you by Endowment Officer Stewart.

I. REPORTS OF STANDING COMMITTEES

A. EXECUTIVE COMMITTEE

Recommendations of Athletic Council, Main
University

Deliberations of the Board

~~No documentation.~~

Page 10 a,

B. ACADEMIC AND DEVELOPMENTAL AFFAIRS COMMITTEE

1. Educational Television (Joint Operation with San Antonio Council)

Documentation on ~~following~~ pages.

//

THE UNIVERSITY OF TEXAS
AUSTIN

DEPARTMENT OF
INTERCOLLEGIATE ATHLETICS
OFFICE OF THE DIRECTOR

H. H. Ransom
December 6, 1957

Deliberations of the Board

Dr. H. H. Ransom
Vice-President and Provost
via
Mr. H. Y. McCown
Dean of Student Services

816

PRESIDENT'S OFFICE, U. OF T.
ACKNOWLEDGED _____
REC'D DEC 11 1957
REFER TO <i>OK W</i>
PLEASE ANSWER _____
PLEASE READ AND RETURN _____

Dear Dr. Ransom:

At a meeting of the Athletic Council, November 23, 1957, the following motion was duly adopted:

"In view of the participation in the Sugar Bowl game and of the fine work of the entire staff of the Intercollegiate Athletic Department, the Athletic Council recommends the following:

"That for the great responsibilities undertaken and the added services to be performed in successfully participating in the Sugar Bowl, the members and employees of the staff directly concerned be paid the equivalent of one month's salary. The names and amounts are listed on schedule "A" attached hereto.

"That for the fine services and cooperation in other activities of the Department, which has served to make our athletic program an unified effort and a proper integral part of the total University program, that coaches in other sports and other employees be paid appropriate amounts as shown by schedule "B" attached hereto.

"That such amounts be paid out of the University's receipts from the Sugar Bowl game."

This follows the same plan approved for staff members as a result of The University of Texas playing in the Cotton Bowl against the University of Tennessee on January 1, 1953.

We also enclose for your information a summary which shows the new conference rule applicable to Sugar Bowl participation and an estimation of receipts and expenses involved.

The Athletic Council respectfully request approval of the foregoing recommendations.

I recommend approval.

H. Y. McCown
H. Y. McCown
Dean of Student Services

Sincerely yours

O. B. Williams
O. B. Williams
Chairman, Athletic Council

Ed Oile
Ed Oile, Athletic Director

** with certain values!*

ADDITIONAL SALARIES TO MEMBERS OF
THE DEPARTMENT OF INTERCOLLEGIATE ATHLETICS

Schedule A

Jeanne C. Albakry, Senior Secretary, Business Office	\$ 241.00	
Kathryn A. Behrns, Admin. Secretary, Business Office	290.00	
Jimmie V. Blaylock, Athletic Equipment Supervisor	304.00	
William M. Campbell, Asst. Football Coach	666.66	
Dr. Sandi Esquivel, Team Physician (Part-time)	66.66	
George Wilbur Evans, Asst. Athletic Director & Sports News Director	710.00	
Ruth E. Gold, Admin. Asst., Athletic Director's Office	424.00	
Peggy E. Grooms, Senior Secretary (Coaches' Correspondence)	241.00	
Stanley R. Hillis, Team Physician (Part-time)	166.66	
Betty K. Jackson, Secretary, Business Office	220.00	
James C. Jones, Asst. Football Coach	541.66	
Albert H. Lundstedt, Executive Asst. & Ticket Manager	467.00	
Frank E. Medina, Trainer	624.44	
Jeanne J. Nelson, Senior Secretary, Business Office	241.00	
Edwin W. Olle, Athletic Director & Business Manager	1,041.66	
James N. Pittman, Asst. Football Coach	791.66	
Blanche G. Rhodes, Senior Secretary, Head Football Coach's Office	252.00	
Alfred R. Rochs, Executive Asst. & Asst. Business Manager	467.00	
Darrell K. Royal, Head Football Coach	1,458.33	
Robert C. Schulze, Asst. Football Coach	666.66	
Charles M. Shira, Asst. Football Coach	791.66	
Harold J. Swarhout, Asst. Football Coach	625.00	
Abraham J. Weiner, Asst. Sports News Director	367.00	
Raymond L. Willsey, Asst. Football Coach	666.66	\$12,331.71

(continued)

Schedule B

Head Coaches in Major Sports other than Football
Consulting Athletic Director, and Counselor

Bibb A. Falk, Head Baseball Coach	250.00	
James M. Hughes, Head Basketball Coach	250.00	
Clyde Littlefield, Head Track Coach	250.00	
Dana X. Bible, Consulting Athletic Director	250.00	
Lan L. Hewlett, Counselor	<u>250.00</u>	\$ 1,250.00

Head Coaches in Minor Sports, Assistant Coaches in Major
Sports other than Football, Hill Hall Manager, and
Stadium Grounds Crew Foreman and Laborers

Wilmer Allison, Tennis Coach	125.00	
Henry W. Chapman, Swimming Coach	125.00	
T. J. Lovvorn, Cross Country Coach & Asst. Track Coach	125.00	
Harvey Penick, Golf Coach	125.00	
Jack Trench, Freshman Baseball Coach	125.00	
James R. Viramontes, Asst. Basketball Coach	125.00	
Mrs. J. M. Griffith, Hill Hall Manager	125.00	
Clarence B. Franklin, Grounds Crew Foreman	125.00	
Quinton Bunton, Stadium Laborer	50.00	
Milton Dallas, Stadium Laborer	50.00	
Lewis M. Fowler, Stadium Laborer	50.00	
Ira Jones, Stadium Laborer	<u>50.00</u>	<u>1,200.00</u>

Grand Total Schedules "A" and "B" \$14,781.71

SUMMARY OF ESTIMATED RECEIPTS AND DISBURSEMENTS
RELATING TO THE UNIVERSITY OF TEXAS' PARTICIPATION IN
MISSISSIPPI-TEXAS SUGAR BOWL FOOTBALL GAME AT NEW ORLEANS, JANUARY 1, 1958

QUOTING FROM THE RULES OF THE SOUTHWEST ATHLETIC CONFERENCE PERTAINING TO BOWL GAMES:

Any Conference team which plays in a post-season football game shall distribute the receipts for such games as follows:

All receipts in excess of \$60,000.00 shall be paid to the Conference Office.

Any Conference team which plays in a post-season football game shall:

Issue not more than six complimentary tickets to each of its players for such game.

. . . The amount paid to any player or players for their out-of-pocket expense shall not exceed \$7.50 per diem, and the total payment shall not cover more than ten days.

Net Available to The University of Texas \$60,000.00

LESS: Estimated Expenses

Hotel, meals, traveling (includes expense allowance to players) from December 26 through January 2 at Biloxi, Mississippi, and New Orleans	\$27,000.00	
Scouting	500.00	
Supplies and Equipment	2,000.00	
Motion Picture Expense	500.00	
Awards (watches beyond those given by Sugar Bowl in order to take care of squad and staff)	2,020.00	
Photography, Cuts, Layouts	500.00	
Ticket Selling and Mailing Expense	1,000.00	
Complimentary Tickets for Players, Staff, and Administration	3,000.00	
Additional Salary to Members of Department of Intercollegiate Athletics	14,781.71	
Longhorn Band and Yell Leaders' Expense	<u>7,500.00</u>	<u>58,801.71</u>

NET ESTIMATED BALANCE 1,198.29

THE UNIVERSITY OF TEXAS
OFFICE OF THE PRESIDENT
AUSTIN 12

December 30, 1957

FOR ACTION OF
Regents
SEE MINUTES OF

Dr. Logan Wilson
President
The University of Texas

Dear Dr. Wilson:

Request is made that proposals regarding the activation of channel 9 for educational television broadcasting, covered in the attached memorandum, be submitted to the Board of Regents at its January 10-11, 1957, meeting.

I assume that this matter will come before the Academic and Developmental Affairs Committee and appear in that committee's report to the Board of Regents.

Thank you.

Yours truly,

L. D. Haskew
Vice-President
for Developmental Services

LDH:ds

Attachment

MEMORANDUM

THE UNIVERSITY OF TEXAS PARTICIPATION IN OPERATION OF AN EDUCATIONAL TELEVISION STATION OVER CHANNEL 9*. At its March 16, 1957, meeting the Board of Regents expressed interest in acquiring an educational television station with guaranteed capital and operating funds from outside sources (Minutes, Meeting 561, p. 51). ⁷⁵⁸

For several months, discussions have been going forward with the San Antonio Council on Educational Television in regard to University participation in activating Channel 9*, which is allocated to San Antonio. This is a VHF channel and is probably the only such channel to which the University can have access within the foreseeable future.

The proposal involves placing the station antenna near San Marcos giving coverage of Austin, San Antonio and the intervening territory. We are assured that this is feasible both technically and legally. The station would be actually managed by the University on behalf of a non-profit corporation made up of representatives named by colleges, school systems and other educational agencies (e. g. libraries) in the area.

Importance to the University of working out this proposal is two-fold. First, it gives us access to a channel and a receiving population not otherwise available. Second, it makes possible the solicitation of donations for a very tangible development, and gives us benefit of the appreciable although insufficient supporting funds already pledged to the San Antonio Council.

The San Antonio Council has now taken official action to endorse the proposal, contingent upon similar endorsement by the Board of Regents. We have been careful to keep the proposal within both the letter and the spirit of legislative enactments prohibiting the expenditure of appropriated funds for the operation of an educational television station and prohibiting the acquisition of real property except with the specific consent of the Legislature. The following proposals are submitted for your action:

1) The charter of the San Antonio Council, a non-profit corporation, will be amended to:

a) Change its name to Central Texas Council on Educational Television.

b) Add members (individuals, not institutions) from educational agencies within the territory served. Membership to be based upon application and acceptance by the Board of Governors.

c) Provide that all affairs of the Corporation will be under control of a Board of Governors of 25 persons, eight to be named by the Board of Regents of The University of Texas, eight by the Bexar county agencies, eight by vote of the entire membership, and one by the State Commissioner of Education.

d) Direct the Board of Governors to contract with an educational institution (by implication The University of Texas) to furnish equipment, management, and production

-3-

services for operating the station (Note: "Equipment" does not include real property).

2) The application for a construction permit now pending before the Federal Communications Commission will be amended to show the new corporative structure.

3) The Corporation will undertake to raise, in its own name, enough money to purchase the site, erect a transmitter building and the antenna. These items will be owned by the Corporation, not the University.

4) The Development Board will solicit, on behalf of the University, gifts to an educational television fund. This fund, when large enough to assure operation, will defray capital and current expense for an internal administrative agency (e. g. Educational Television Service) for the purchase of equipment, payment of salaries, etc. This agency will also receive regular payments for service from school systems, colleges, etc. It will operate the contract with the Council. Note that no funds or property of the University will pass to the Council, and we can withdraw from the enterprise at any time by contract termination.

Approval of the foregoing proposals does not put the University into educational television broadcasting any time soon. Approval will simply provide a sound basis on which to solicit funds. Although the Development Board has the prospect of some powerful support, donors will not be numerous. Some urgency exists for immediate efforts to activate Channel 9*, however. A commercial firm has applied to the Federal Communications

-4-

Commission for transfer of that channel to commercial use, alleging that no prospect exists for educational operation. Formation of the new Council will give grounds for countering the allegation.

Dr. W. W. Jackson, Chairman of the San Antonio Council on Educational Television, has been an enthusiastic proponent of the new arrangement and has succeeded in the difficult assignment of convincing the San Antonio agencies to share this extremely valuable property with the University. We recommend that the Board of Regents now accept the proposal.

It is emphasized that acceptance of this recommendation does not authorize the establishment or operation of an educational television station yet. The Board of Regents will review and act upon both financial and contractual arrangements before such arrangements become operative.

I. B. ACADEMIC AND DEVELOPMENTAL AFFAIRS COMMITTEE
(Continued)

2. License for FM Radio Station

Documentation on following pages.

Application for construction permit for FM educational radio broadcasting station at Main University. The project for establishing and operating, from gift funds, an FM educational radio station at the Main University may be brought to successful conclusion in the near future. Since it is desirable to have the station in operation by March 2 if at all possible, I recommend that the Board of Regents authorize me to execute an application to the Federal Communications Commission for a construction permit for an FM radio station. Such application will not bind us to operate a station, but is a necessary prerequisite for operation.

Operating agency for the station will be Radio/Television. An advisory council of administrative officers, faculty members, and students will recommend on policies and programming to the Director of Radio/Television, but the station and its operation will be under the direct administrative control of the Vice-President and Provost for the Main University. He will not authorize operation of the station until its budget is assured from funds other than legislative appropriations.

RESOLUTION: President Logan Wilson is hereby authorized to execute on behalf of The University of Texas an application to the Federal Communications Commission for a construction permit for an FM educational radio station at the Main University in Austin.

FOR ACTION OF
Regents
SEE MINUTES OF

I. C. BUILDINGS AND GROUNDS COMMITTEE

Progress Report on Clinical Science Building,
Southwestern Medical School

~~No documentation.~~

17a

Deliberations of the Board

George A. Fuller Company

Building Construction

Fuller Building

57th St & Madison Ave.

ATLANTA

BOSTON

CHICAGO

DALLAS

LOS ANGELES

PITTSBURGH

WASHINGTON

RECEIVED	NOV 27 1957
ADVISOR	
REC'D	
RECEIVED	
PLEASE READ AND RETURN	

R. C. DALY
PRESIDENT

New York 22

December 6, 1957

Mr. Logan Wilson, President
The University of Texas
Austin 12, Texas

Vlx Copies sent to:
Dr. Doherty
Mr. Sparenberg
Dr. Gill
Dr. Casberg

Dear Mr. Wilson:

I am sure that your letter of November 27 addressed to Mr. Lou Crandall and which has been turned over to me, was written in all sincerity and fairness on your part. However, I am sure that you have been ill-advised as to all the facts pertaining to the construction of your Clinical Science Building or that you are unaware of them.

The work at your building is being performed under four (4) separate contracts, one of which is ours. It is a very embarrassing task for the George A. Fuller Company as contractor to, at this time, point out to you the many ramifications on this particular job that have delayed its completion. We, of course, must lay the cards on the table and let the blame fall where it may. This is not to our liking but your letter really demands that it be done.

In order to trace this delay we must start at the very beginning. During the pouring of the foundation work we were not allowed to proceed in accordance with normal practice of bringing up the foundation walls - one pour at a time, and then later pouring the accessories such as concrete stairs. An arbitrary decision was taken by the field inspection forces demanding that the boiler room walls be poured completely in height, which is a two-story pour, and because of this demand that monolithic treatment be followed, the entire first full basement pour had to be formed complete before pouring could start. This in itself caused two (2)

Mr. Logan Wilson, President
The University of Texas

Dec. 6, 1957

weeks delay. If normal procedure had been followed the first lift of boiler room walls would have been poured and a much simpler job of forming would have become a reality for the balance of the basement; we would then not have had to wait for the complicated stair forming to be completed prior to the pouring of walls.

The greatest delay on this job was caused by your very method of contracting. You let a separate contract for the mechanical and plumbing work and a separate contract for the electrical work, neither of which were under the jurisdiction of the George A. Fuller Company. Because of this very procedure these trades were not responsible to us. Eight (8) days were required unnecessarily on each floor pour because these trades would not start their work until the complete floor was formed. If these two contracts had been under our general contract, you can rest assured that this work would have progressed in the same manner as we have recently completed the Illuminating Building in Cleveland, the Berg-Warner in Chicago and innumerable other buildings of reinforced concrete where a floor was completely poured in one week and each consecutive week another floor. In other words, the maximum which should have been required for your building for the placing of all concrete would have been no more than twelve (12) weeks. Because of the delays caused by the insistence of the independent contractors that they receive a full floor of forms before starting their work, this job was forced to follow an untenable construction procedure which was extremely costly to the general contractor. These floors should have been poured in four individual segments to allow the forms to progressively continue immediately after the concrete pour so that by the time one floor was finished out, the opposite end of the building on the next floor would be ready for pouring. Despite our protest, the mechanical and electrical contractors, not under our supervision, were given a free hand to work as they saw fit on the basis of a full deck of forms only. Even through coddling it was not possible to convince the mechanical trade and the electrical trade to work on a 1/2 floor basis until the 4th floor of concrete was reached.

Mr. Logan Wilson, President
The University of Texas

Dec. 6, 1957

This certainly was not the way that the job was planned or scheduled by any stretch of the imagination and was not consistent with competent and expedient construction.

Despite the fact that the George A. Fuller Company worried the concrete through against extremely adverse conditions, we were to find additional roadblocks immediately upon starting the masonry. Certain sections of this building were designed with such close clearances for the installation of mechanical duct work, that the duct work had to be installed prior to the laying of masonry. The duct work contractor again not under our contract continually held up this work to such a point that we as general contractor had to actually threaten to stop the masonry work completely until this duct work was installed.

Again upon reaching the 6th floor our masonry contractor who was using a brick specified by your architect without equal was stopped. The brick which arrived by carload to complete the building from the 6th floor to the top was condemned by the architect as being off-size and slightly off-color. The brick manufacturer put up quite a battle with the architect who had specified his brick that these shipments were within the tolerances for manufacture but the architects refused to pass them. Consequently an entire new kiln of brick had to be started from the clay and it took approximately 75 days for this brick to run through the kilns, cool and cure and ship to the site. This of course was not our doing. We had no choice of the award of brick since it was a one-line specification or directive to this particular manufacturer who had no obligation to us as contractor.

There are still other delays in the construction of this building. On the interior, which is not seen to the untrained eye, such things as the interior duct work not being in place to allow the plasterer to hang his metal lath ceilings and complete his plaster work were time consuming;

Mr. Logan Wilson, President
The University of Texas

Dec. 6, 1957

the diffusion collars from the horizontal runs down through the ceiling not being installed; electrical work in the hung ceilings delaying the completion through lack of coordination and cooperation. These delays have now reached such a degree that arguments between our plastering contractor and those supposedly coordinating the various contracts not under us, have become so heated that it may affect the judgment of the governing parties with respect to completion.

We could go on for pages with a detailed discussion which I am sure is not to your liking nor is it to ours. As a corporation which has been in existence for 75 years and enjoying nothing but the finest of reputation throughout the United States, we are more inclined to sit back and take our medicine regardless of how unjust rather than to complain, but when faced with a formal acquisition, then we must answer it.

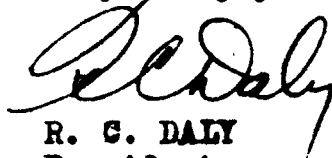
Whether you realize it or not, the longer a job runs the more money it costs the general contractor and since as a business entity our prime purpose is in making a profit, doesn't it seem peculiar to you that we as general contractor would try to delay a job or fail to use every effort to complete it? I personally have visited Dallas at least six times during the construction of this job and believe me the manner under which this building is being built, using separate contracts for your mechanical and electrical work, has thoroughly convinced me that the George A. Fuller Company will look twice before again showing interest in this type of partial contract. The work on your building has been extremely costly to us and the delays caused by the lack of coordination of the other contracts into the general contract work is a justifiable claim for reimbursement to us for the monies expended by us to try and overcome the difficulties created.

I am extremely sorry that you have had to be burdened with writing your letter of November 27 and to have had to read this answer. I realize that your business is running a hospital and you should not have to be troubled with the business of trying to obtain the expedient delivery of your new addition.

Mr. Logan Wilson, President
The University of Texas

I believe that had you been fully aware of the conditions existing on this job since its inception that your sympathies would have been with us as general contractor. You can rest assured that we as George A. Fuller Company are doing everything within our power to complete this building which has been very demoralizing to our crews since its inception. We will continue to expend every effort towards the earliest possible completion date.

Very truly yours,



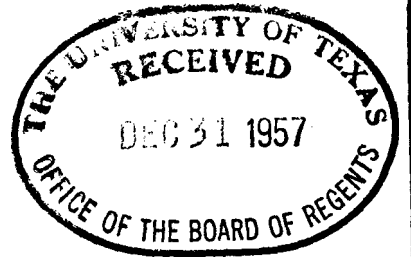
R. C. DALY
President

RCD:ak

Miss Theford 178

THE UNIVERSITY OF TEXAS
OFFICE OF THE PRESIDENT
AUSTIN 12

November 27, 1957



Mr. Lou R. Crandall
President
George A. Fuller Company
597 Madison Avenue
New York, New York

Dear Mr. Crandall:

I am writing to you regarding the unusually long delay in the completion of the Clinical Science Building of The University of Texas Southwestern Medical School at Dallas. For your information, I am enclosing copies of two letters previously addressed to your Vice President, Mr. F. M. Kaiser, on this subject as of last May and July.

Our letter of May 24 pointed out that according to your own original progress schedule submitted in January 1956, this contract should have been completed on April 5, 1957 (exclusive of extra days allowed for bad weather). As we indicated in these letters, we reported to our Board of Regents at their June meeting our intention to enforce the liquidated damages clause in accordance with the contract agreement. They approved this action.

Mr. Sparenberg, our Comptroller, received a letter dated July 8, 1957, from Mr. Cloyce K. Box, of your company, Dallas. Mr. Box requested that you be given the opportunity to be heard regarding the delays encountered, "on or before completion." We do not know when "completion" will be accomplished, but I want to inform you that the next meeting of our Board of Regents will be here in Austin on January 10-11, 1958.

Your last estimate, which covers the period October 1, 1957, to November 1, 1957, shows the following information reported by Mr. R. A. Musgrave, the Project Superintendent for the Owner and the Architect:

Percentage completed to date:	90%
Delay due to bad weather:	47 days
Total delay to date:	210 days

As best we can ascertain from Architect Mark Lemmon and Project Superintendent Musgrave, together with our own staff people in Dallas, there is little evidence of any special effort by your company to speed up this job or to push it to completion - in spite of the long delays and the obviously bad situation.

November 27, 1957

179

I believe you will understand why our patience has been stretched beyond any reasonable limit. Every day that passes with this job incomplete brings added expense, trouble, inconvenience, and irritation to our Southwestern Medical School at Dallas, and particularly to its clinical departments, which are still operating under great handicaps in the dilapidated temporary buildings on the old campus.

I want to renew our urging that considerably more time and effort be given by your company toward speeding up this job and completing it as soon as possible. It is difficult for me to see how your organization can fail to act promptly in a situation which could be very damaging to the reputation of your company and its future success.

Sincerely yours,

Logan Wilson

LW k
Enclosure

cc: Mr. F. M. Kaiser, Vice President, George A. Fuller Company, Dallas
Mr. Mark Lemmon, Architect, Dallas
Mr. Leroy Jeffers, Chairman of Board of Regents
Mr. Lee Lockwood, Chairman of Regents' Buildings and Grounds
Committee
Dr. James C. Dolley, Vice President
Mr. Charles H. Sparenberg, Comptroller
Dr. A. J. Gill, Dean, Southwestern Medical School, Dallas
Mr. E. A. Gell, Business Manager, Southwestern Medical School, Dallas
Miss Betty Anne Thedford, Secretary, Board of Regents

172

THE UNIVERSITY OF TEXAS
Office of The Comptroller
Austin 12

July 3, 1957

REGISTERED MAIL
RETURN RECEIPT REQUESTED

C
O
P
Y

George A. Fuller Company
Gibraltar Building
Dallas, Texas

Attention: Mr. F. M. Kaiser, Vice President

Subject: OUR LETTER OF MAY 24, 1957 TO YOU IN REGARD TO: CLINICAL
SCIENCE BUILDING OF THE UNIVERSITY OF TEXAS SOUTHWESTERN
MEDICAL SCHOOL, DALLAS, TEXAS

Gentlemen:

We are sending you herewith another copy of the letter above referred to by registered mail with return receipt requested, in view of the fact that we have apparently received no answer thereto.

In this letter we stated that we intended to recommend to the Board of Regents at its meeting on June 28 and 29, 1957 that the liquidated damages clause be enforced in accordance with the contract agreement, for reasons explained in the letter. This recommendation was approved by the Board of Regents of The University of Texas June 29, 1957.

Very truly yours

/s/ Charles H. Sparenberg

Charles H. Sparenberg
Comptroller

CHS:ms
Encl.

Copies to:

Mr. Mark Lemmon, Architect
Mr. Leroy Jeffers, Chairman, Board of Regents
Mr. Lee Lockwood, Chairman, Regents' Buildings
and Grounds Committee
Dr. Logan Wilson, President
Dr. James C. Dolley, Vice President
Dr. A. J. Gill, Dean, Southwestern Medical School
Mr. E. A. Gell, Business Manager, Southwestern
Medical School

THE UNIVERSITY OF TEXAS
OFFICE OF THE COMPTROLLER
AUSTIN 12

172

May 24, 1957

George A. Fuller Company
Gibbular Building
Dallas, Texas

Attention: Mr. F. N. Kaiser, Vice President

**Subject: CLINICAL SCIENCE BUILDING OF THE UNIVERSITY OF TEXAS SOUTHWESTERN
MEDICAL SCHOOL, DALLAS, TEXAS**

Gentlemen:

Mr. Mark Lawson, Architect for the Clinical Science Building of The University of Texas Southwestern Medical School, has reported to this office from time to time that you are not keeping up with the progress schedules submitted to him by you.

It is now apparent that you will not complete your work within the contract time, plus calendar day extensions for delays on account of bad weather; on the contrary, at the construction pace your firm has set in the past on this work, the Architect and this office are of the opinion that you cannot possibly turn over the building to The University of Texas before December, 1957. The Southwestern Medical School will therefore be deprived of the use of the building for at least one full semester at the cost of considerable money and inconvenience. Therefore, we are advising you of our decision to exercise our rights under the specifications and contract documents as to the assessment and retention of liquidated damages, in accordance with Article XI of our contract agreement dated December 19, 1955.

According to your original progress schedule submitted to Mr. Mark Lawson, Architect, on January 18, 1956, this contract should have been completed on April 5, 1957 (exclusive of extra days allowed for bad weather). Moreover, your revised progress schedule submitted to Mr. Lawson on October 18, 1956 shows a scheduled date of completion for this building of June 15, 1957. We intend to recommend to the Board of Regents at its meeting on June 26 and 29, 1957 that the liquidated damages clause be enforced in accordance with the contract agreement.

Very truly yours

CHE:me

Copies to:

- Mr. Mark Lawson, Architect
- Mr. Leroy Jeffers, Chairman of Board of Regents
- Mr. Lee Lockwood, Chairman of Regents' Buildings and Grounds Committee
- Dr. Logan Wilson, President
- Dr. James C. Dalling, Vice President
- Mr. A. J. Gill, Dean, Southwestern Medical School
- Mr. E. A. Gull, Business Manager, Southwestern Medical School

Charles E. Sparenberg
Comptroller

I. D. MEDICAL AFFAIRS COMMITTEE

1. Medical Branch

a. Progress Reports

- (1) James A. Hamilton and Associates Survey -
No Documentation
- (2) Proposed Psychiatric Hospital - No Documentation
- (3) Financial Status of Dormitories

COPY OF LETTER

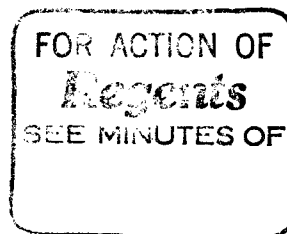
December 18, 1957

Memorandum

To: Dr. Wilson

From: J. C. Dolley

Subject: Medical Branch Dormitory Revenue Bond Issue of 1955.



As you know, the subject revenue bond issue is in difficulty. This memorandum is written pursuant to a recent conference of Dr. Casberg with officials of the Medical Branch relative to the necessity for imposition of parietal rules, in order to provide the necessary occupancy and income to enable this dormitory project properly to service its outstanding bonds.

The attached operating statement indicates that the dormitory project during the year 1956-57 earned net income in the amount of \$18,512 to apply against a bond service requirement of \$140,000. The remaining \$121,488 required to meet this obligation was provided as follows: \$114,740 from the accumulated surplus of all other auxiliary enterprises and \$6,748 from the general operating funds of the Medical Branch.

The accumulated auxiliary enterprise surplus being exhausted, it is clear than any deficit in income for bond service requirement of the dormitory project for the current year must be met from general operating funds of the Medical Branch.

The operating budget of the Medical Branch for 1957-58 is extremely tight and the diversion of any general funds to meet dormitory bond service requirements will pose a serious problem. In addition, it is

unnecessary to state that the use of general funds to subsidize a dormitory project is quite improper.

Two alternatives are now available: (1) to impose parietal rules as is specified in the bond resolution or (2) to adopt policies designed to reduce operating expense to a minimum and to increase project occupancy by drawing on sources outside the students and staff of the Medical Branch.

If parietal residence rules are to be invoked, this must be authorized at the January meeting of the Board of Regents as the incoming first year class should be notified in advance of this requirement for admission. Officials of the Medical Branch believe strongly that it is undesirable to impose parietal residence regulations, a view in which the Board of Regents concurred at their January, 1957 meeting. At their recent meeting with Dr. Casberg, in Galveston, and to avoid the imposition of parietal residence rules, officials of the Medical Branch agreed to certain operating procedure changes designed (1) to increase gross revenues of the project and (2) to reduce operating costs of the project. The estimated impact of these agreed-upon changes on the operating position of the dormitory facilities on an annual basis is indicated by the attached proforma schedule.

The proposed changes in operating procedures are as follows:

To increase gross revenues.

1. Increase the rental rate for the 30 apartments in the apartment building from the present \$75 to \$85 per month. This change is to be made effective on July 1, 1958 when present contracts expire.
2. Increase the rental rate for transient occupancy of the rooms in the Faculty Housing Lounge and Cafeteria building from the present \$3.50 per day to \$5.00 per day. This change has already been made effective.
3. Assign one dormitory unit for the exclusive use of convalescent psychiatric patients. This dormitory now contains 18 units, each comprised of two bedrooms with interconnecting bath. By refurnishing one bedroom in each unit, these units could be converted into suites comprised of a sitting room, bedroom, and bath. Necessary new furniture would include such items as chairs, sofas, reading lamps, etc., some of which could be taken from the faculty lounge. Mr. E. D. Walker is now preparing an estimate of the probable

total cost of new furniture required, which total is believed to be modest. The indicated source of funds for this furniture would be general funds of the Medical Branch.

It is proposed that one of the converted suites be assigned to a full-time resident nurse and that the remaining 17 suites be rented to convalescent psychiatric patients at a daily rental rate of \$12 for either single or double occupancy. Dr. Titus Harris believes that it will be possible to keep this dormitory fully occupied throughout the year.

This conversion is to be effected as soon as it is possible to furnish the suites and to move present occupants from the dormitory to vacant rooms in other dormitory units.

To reduce operating costs.

4. Curtail the present volume of telephone service drastically. At the moment, a telephone is installed in each room in the dormitory units and the Faculty Housing Lounge project, with a resulting annual telephone service cost of approximately \$17,500. It is proposed to reduce telephone service to the essential minimum as soon as is practicable, which step will effect an annual saving of approximately \$10,000.
5. Eliminate the present free laundry service which is provided to occupants of the apartments and dormitory units and which probably costs from \$4,000 to \$5,000 a year. It is proposed to convert the laundry machines to coin operation and to turn over the operation of the machines to a local servicing agency under contract providing that a stated percentage of the gross income will be paid to the housing project.
6. Further economies, ranging from \$10,000 to \$15,000 a year, can be effected by reducing maid and porter service and placing the dormitory more nearly on a self serve basis.

Of the items listed above, numbers 2, 4, 5, and 6 do not require Board approval. As a matter of fact, Mr. Walker tells me that all of these changes either have been put into effect or are now in process of being placed in effect.

Item 1 involving an increase in apartment rental rates requires Board approval, and I recommend that this change be submitted for approval at the January meeting of the Board of Regents.

Item 3 was discussed informally at the Board meeting of last June. Although no reference to the matter appears in the minutes of that meeting, I recall distinctly that all members of the Board approved the idea of assigning one dormitory unit for use by convalescent psychiatric patients and instructed the officials at the Medical Branch to work out the details with the hope that the operation could be started in September. Under these circumstances, I believe you are authorized to instruct the Medical Branch to proceed and I so recommend. However, I suggest that this item be presented to the Board at the January meeting for ratification and approval.

These changes in operating procedure will not assure that the dormitory project will cover its bond service requirements during the year 1958-59, but they represent a long step in that direction. The changes will materially assist the operating position for 1957-58, but since they will be effective for only a portion of that year, it is certain that this year's bond service requirement will not be covered. Accordingly, I recommend that the deficit in the bond service requirement for the fiscal year 1957-58 be provided from the general funds of the Medical Branch with the understanding that these advances as well as those for the year 1956-57 will be repaid to general funds from such net operating revenues of the dormitory project as may be available for this purpose in future years.

Distribution of approved copies:

Dr. Wilson
Dr. Dolley
Mr. Stewart
Mr. Sparenberg
Dr. Truslow
Mr. Walker

Medical Branch Dormitory
Revenue Bonds

	<u>1956-57</u>	<u>Pro Forma Annual</u>
Gross income		
Rentals	\$ 138,303	\$208,600 ⁽¹⁾
Sale of food	<u>94,942</u>	<u>121,200⁽²⁾</u>
Total income	\$ 233,245	\$329,800
Expenses		
Salaries and wages	\$ 98,473	\$ 86,000 ⁽³⁾
Office supplies	557	600
Linens, uniforms	2,416	2,400
Telephone	17,502	7,500 ⁽⁴⁾
Utilities	30,064	30,100
Insurance	1,730	1,700
Miscellaneous	15,961	11,000 ⁽⁵⁾
Equipment	3,582	3,600
Food	44,446	56,800 ⁽⁶⁾
Extra cost new facility	<u>0</u>	<u>10,000</u>
	214,733	209,700
Net income for debt service	18,512	120,100
Debt service	<u>140,000</u>	<u>140,000</u>
Excess net income	\$(121,488)	\$(19,900)

(1) Assuming --

Apartment rental increase of \$10 per month -- \$ 3,600

Increase in Faculty Lounge per day rate from \$3.50 to \$5.00; average of 10 transients daily for 365 days	-- \$ 5,475
Use of 17 converted apartments for psychiatric convalescents at \$12 per day for 300 days	-- <u>61,200</u>
Total increase in income	\$ <u>70,275</u>
(2) Assuming --	
25 psychiatric convalescents for 300 days at average meal cost of \$3.50	-- \$ 26,200
(3) Assuming reduction in maid and porter salaries of	-- \$ 12,500
(4) Assuming \$10,000 reduction in telephone bill	-- \$ 10,000
(5) Assuming \$5,000 saving in laundry expense	-- \$ 5,000
(6) Assuming food cost to be 47% of food sales	-- \$ 12,300

I. D. 1. Medical Branch (Continued)

FOR ACTION OF
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b. Administrative Reorganization

No documentation.

2. M. D. Anderson Hospital and Tumor Institute
Progress Report on Application for Tax
Exemption, Association of Physicians

No documentation.

3. Council on Medical Affairs

FOR ACTION OF
Regents
SEE MINUTES OF

a. Proposed School of Nursing, Texas Medical
Center - ~~No documentation.~~

242

b. Admissions Policy Brochure - No documentation.

24c

c. Comparative Analyses of Medical Branch and
Southwestern Medical School (Doctor Casberg)
- No documentation.

24a

E. BOARD FOR LEASE OF UNIVERSITY LANDS

No documentation.

Deliberations of the Board

F. LAND AND INVESTMENT COMMITTEE

No documentation.

II. SPECIAL COMMITTEE ON DEVELOPMENTAL AFFAIRS

No documentation.

Item 2: Comparative Personnel and Cost Analyses of the Medical Branch and Southwestern Medical School.

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Regents
SEE MINUTES OF

Comparative costs in medical education are difficult to determine and, once determined just as difficult to evaluate. No two schools of medicine are exactly alike, either in organizational pattern or educational techniques, and thus with initial variable terms of reference such as these the comparative results leave much to be desired.

The following analysis yields cost figures for the past year which are remarkable in their similarity as related to individual educational cost. For all practical purposes the interpretation of these results, with the hospital costs divorced from the Medical Branch statistics, would indicate that the unit instructional costs at the two medical institutions are the same.

MEDICAL BRANCH
COST ANALYSIS

	<u>1956 Expenditures</u>	<u>Expenditures Reclassified</u>	<u>Allocated Expenditures</u>	<u>Total Expenditures</u>
General Administration and Expense	\$ 513,208	\$	\$ 243,776	\$ 269,432
Instructional				
School of Medicine	1,381,705			1,381,705
School of Nursing	121,252	121,252		---
Organized Research	67,003	67,003		---
Extension and Postgraduate	7,014	7,014		---
Library	43,552			43,552
Physical Plant	806,103		562,923	243,180
Hospitals	<u>4,581,883</u>	<u>4,581,883</u>		---
Total	<u>\$7,521,720</u>	<u>\$4,777,152</u>	<u>\$ 806,699</u>	<u>\$1,937,869</u>

Student Base:		Per Student Cost:	
Undergraduate Medical Students	611	Instruction	\$2,169
Graduate Students	<u>26</u>	Total Expenditures	\$3,042
Total	<u>637</u>		

Notes: Some 80 medical schools have reported wide variations ranging from slightly over \$1,000 per student to more than \$15,000. However, in spite of these extreme disparities, approximately 1/2 of the schools report the cost between \$2,000 and \$4,000 per student. That is the cost of teaching among the different medical schools, from the school's point of view.

SOUTHWESTERN MEDICAL SCHOOL
COST ANALYSIS

	<u>1956</u> <u>Expenditures</u>		<u>Expenditures</u> <u>Reclassified</u>	<u>1956</u> <u>Adjusted</u>
General Administration				
Dean	\$ 15,000			
Administrative Salaries	92,748			
Subtotal	107,748			
Operating Expenses (% to Instruction - 19.5%)	52,474	160,222	3,261 19,244	182,727
College of Medicine				
Teaching Salaries	526,107			
Non-Teaching	261,886			
Subtotal	787,993			
Operating Expenses	150,988	938,981		938,981
Extension		5,187	5,187*	
Service Departments		3,261	3,261*	
Library		65,872		65,872
Animal Hospital		19,244	19,244*	
Medical Elec. Lab.		6,511	6,511*	
Physical Plant (% to Instruction - 17.6%)		165,709		165,709
Totals		\$1,364,987	11,698*	<u>\$1,353,289</u>
Transferred to functions other than Teaching				
Extension (Public Service)		---	5,187	5,187
Medical Elec. Lab.		---	6,511	6,511
Proof total		\$1,364,987	-o-	\$1,364,987
Student Base:				
		Per Student Cost:		
Undergraduate Medical Students	388	Instruction		\$2,365
Graduate Medical Students	<u>9</u>			
Total	<u>397</u>	Total Expenditures		3,408

Item 3: Medical School Admission Policy Summary.

At their October 10 - 11 (1957) meeting in Dallas the Board of Regents requested that, in terms intelligible to those not necessarily familiar with medical education, a reasonably concise admissions policy be formulated for the two schools of medicine. In keeping with this request representatives from the Medical Branch and Southwestern Medical School drew up the following document:

STATEMENT OF ADMISSION POLICY IN MEDICAL SCHOOLS OF THE UNIVERSITY OF TEXAS

Admission to a school of medicine is not a right acquired by meeting the minimal entrance requirements but is a privilege extended to those especially qualified applicants who give promise of making the best physicians for the future. Selection of students is on a competitive basis and the responsibility of selecting those best qualified is delegated to an Admissions Committee selected from experienced faculty personnel, representing a cross-section of disciplines including both basic science and clinical backgrounds and numbering from five to eight members.

At the beginning of each year, the Admissions Committee establishes the general criteria for the evaluation of applications. In general, it is the policy to develop a formula based upon the total of 100 with a percentage assigned to each of the several criteria for judgment. Thus, the college record is assigned a value of 60-70%, the Medical College Admission Test 10-20%, and the remaining percentage to the evaluation by college advisors, experienced interviewers, and others having personal knowledge of the applicant's aptitudes, motivations, etc.

While there is no absolute upper age limit, it is necessary to take cognizance of the problem when the applicant is above the age of 30 years. Other factors being equal, preference is given to the younger applicant.

Application must be filed prior to March 1 (proposed to change to February 1) of the year in which admission is requested.

Each applicant must assume the responsibility for seeing that all required data, including application, transcripts, letters of recommendation and Medical College Admission Test scores, are received by the Committee. Acceptances are offered on a provisional basis pending satisfactory completion of all college work and creditable performance on the Medical College Admission Test.

The scores on the Medical College Admission Test are appraised in their relation to the applicant's scholastic record and the institution in which premedical work

FOR ACTION OF
Regents
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was taken. In general, however, applicants whose scores on this test rate them among the lower 16% of the nation are not given favorable consideration.

The Admissions Committee meets at regular intervals beginning in October and carefully considers the record of each applicant who has met the minimum requirements. Those applicants considered best qualified are invited to the Medical School campus and interviews are conducted by experienced individuals whose appraisals are submitted individually to the Committee as a whole. Applicants are accepted by a majority vote of the Admissions Committee and this procedure is continued until the class is filled.

Item 4: Proposed University of Texas Affiliation with a Nursing Education Program in the Texas Medical Center at Houston.

FOR ACTION OF
Regents
SEE MINUTES OF

Dr. Fred Elliott and Mr. W. Leland Anderson presented to the Medical Affairs Committee of the Board of Regents at the Dallas meeting in October, 1957, a proposal for the establishment of a University of Texas College of Nursing in the Texas Medical Center.

The Medical Affairs Committee after hearing this presentation, recommended to the Board of Regents "that this study be pursued with an open mind by the Medical Affairs Council giving appropriate consideration to the possible views of the Texas Commission on Higher Education and the Legislature."

In May of 1957, a meeting was held in the Texas Medical Center, Houston, for the purpose of exploring the possibility of developing an affiliation between the School of Nursing at the Medical Branch in Galveston and that of the Methodist Hospital in Houston. At this meeting it was agreed that Dean Bartholf should make a study of this problem particularly in reference to the availability of nursing faculty and facilities at the Texas Medical Center.

In view of the more inclusive protocol established by the proposal submitted by Dr. Elliott and Mr. Anderson, the Medical Affairs Council requested that Dean Bartholf modify her study in relation to the new terms of reference.

The following is a preliminary report made by Dean Bartholf on this matter:

"There are four major problems related to the creation of a University of Texas affiliated Nursing College at the Texas Medical Center.

1. Faculty recruitment. A qualified faculty is the greatest single shortage of the nursing profession. While the School of Nursing of The University of Texas has only three budget positions vacant, the School of Nursing at Texas Western College has as yet only a dean. Just this week I have been asked to recommend persons for thirty faculty positions across the country in spite of the fact that we are not as yet one of the recognized major centers for this type of preparation.
2. Student recruitment. In the existing collegiate nursing schools in the state, the classes are only about eighty percent filled. With the shift in programs at the Medical Branch this may well be decreased to about sixty-five percent for the state. We anticipate admitting sixty to seventy students in the baccalaureate program instead of twenty-five to thirty, now that we have discontinued the diploma program.

"Texas, and indeed the whole South, needs to step up its recruitment activities. In the country as a whole about seven percent of the girls graduating from high school enter nursing. In the South it is about four percent. This raises the problem of whether new facilities should be added before the existing ones are used to capacity.

3. Financial support. The school size suggested for Houston is approximately the same as that in Galveston without the graduate program, which is supported largely by grants. The University is obligated to take over this latter responsibility in the near future. Our operating budget, without the grants, is \$204,616 this year. In looking ahead the University faces two financial adjustments in relation to the nursing school. First, an upward revision of faculty salaries and second, an absorption of costs now represented by grants. If the University should also assume the financial responsibility for a Houston school, it must look forward to an overall nursing school annual budget of approximately \$500,000.

4. Administration of a school of nursing. Administration of a school of nursing removed from the parent institution is difficult. There is no need at this time to go into the details of the problems of building such a curriculum, but they are very real. However, if a program were developed using the facilities of both Galveston and Houston there would be the problem of time and money for both faculty and student travel."

Further exploratory meetings by representatives of the Medical Branch and the Texas Medical Center are anticipated.

III. A. 1. Amendment to Rules and Regulations (Outside Employment)

Section 13 of Chapter I, Part II, of the Rules and Regulations of the Board of Regents for the Government of The University of Texas, provides that any staff member who wishes to engage in outside employment or to undertake duties in addition to his regular University assignment, must request permission at the beginning of each fiscal year to do so through regular administrative channels, final approval to be given by the Board of Regents. At the November 26, 1943, meeting of the Board of Regents, a policy was adopted requiring each faculty or staff member to report also at the end of each year "the name of his or her employer, the nature of such employment and a detailed statement of the exact character of the services rendered . . . , the full amount of compensation received during the year . . . , the amount of time, measured by hours per day and days per month, which such faculty member or employee devotes to such outside employment, the amount of time measured by hours per day and days per month that such faculty member devotes to his work for the University and giving the exact nature of the services performed for the University."

Since 1943 forms requesting this information have been circulated annually to all members of the faculty and staff. There is no practical method of checking the accuracy or completeness of the forms which are filed, nor -- in the memory of the administrative officers who have been here during the period from 1943 to the present -- has any use ever been made of the information collected. In the interest of sparing the faculty from unnecessary paper work and reducing the number of forms annually required, I recommend that the Board of Regents rescind this regulation effective immediately.

December 13, 1957

Approved by Dr. Wilson for presentation at the January 10, 1958, meeting of the Board of Regents.

Miss Thedford: I wrote the following note to Dr. Wilson, attached to draft of what is attached here:

Dr. Ransom has approved the attached. If it is all right with youk I will type up for a special item for the January meeting, supplying Miss Thedford with sufficient copies for the Board's bound material if you think it should be circulated ahead of your presenting it to the Regents.

In the lower right hand corner, he wrote OK/LW

FOR ACTION OF
Regents
 SEE MINUTES OF

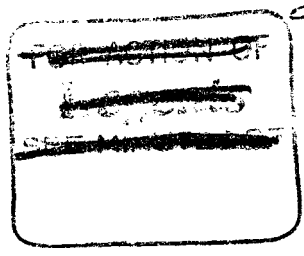
III. A. CENTRAL ADMINISTRATION (Continued)

2. Land and Trust Attorney Vacancy 26m
~~No documentation.~~ Deliberations of the Board

3. Brackenridge Tract
~~No documentation.~~ 26a

4. Blanket System-Wide Policies for Money and
Securities Insurance and Blanket Position
Fidelity Bond (Award of Contracts)
Deliberations of the Board

~~No documentation.~~ 26j



DEVELOPMENT OF THE BRACKENRIDGE TRACT

This memorandum has been prepared pursuant to the decision of the Land and Investment Committee that consideration of the Brackenridge Tract be set as a special item for the January meeting of the Board of Regents. The memorandum is intended to present background information relative to the tract and to point out possible utilizations of the acreage. Any conclusion appearing in the document is to be regarded as tentative only, reflecting the present thinking of the Faculty Building Committee (Main University) and the Administration.

The last staff meeting devoted to question of the Brackenridge Tract was held just before the Christmas vacation period. In order to circulate a memorandum to members of the Board as soon as was possible, it was then decided that the report should be prepared in four parts, each to be written by a different staff member. In accordance with that understanding, Part I was written by Mr. W. W. Stewart, Part II by Dr. J. C. Dolley, Part III by Dr. R. C. Anderson, and Part IV by Dr. L. D. Haskew.

PART I

Background and Present Utilization

By deed dated June 17, 1910, Col. Geo. W. Brackenridge conveyed to the University land described in the deed as comprising approximately 503 acres out of the Daniel J. Gilbert, George W. Speer, and Henry P. Hill Leagues, approximately 95 acres being on the west side of the Colorado River and the remainder on the east side. The acreage was later surveyed by the University and found to amount to approximately 440 acres of which 88 acres is on the west side of the River. The deed from Col. Brackenridge, except for the description of the acreage, reads as follows:

"I, George W. Brackenridge, for the purpose of advancing and promoting University education, hereby grant, donate and convey, in trust for the benefit of The University of Texas, as a part of the permanent fund for said University until the death of the last survivor of the following persons, namely: Katherine Ramsey, age five years, daughter of W. A. Ramsey, Elizabeth Harcourt, age nine years, daughter of G. M. Harcourt, Alexander Erskine, age seven years, son of Michael H. Erskine, - the above named fathers are employees of the San Antonio National Bank, - John Adams Brackenridge, age seven years, Roy James Brackenridge Roberts, age seven years, Isabella Eleanor Roberts, age one year, - the last named three being grandchildren of the late James M. Brackenridge of Austin, Texas, - or until the same is

sold or conveyed by the State of Texas or the duly constituted authorities of The University of Texas before the death of the last survivor of the above named persons, remainder over, in case the same is not disposed of by the State of Texas or the duly constituted authorities of The University of Texas before the death of the last survivor of the above named persons, in fee simple title to the State of Texas for the benefit of The University of Texas as a part of said permanent fund with the request merely on my part that it be never disposed of but be held permanently for such educational purposes, but in case said State of Texas or the duly constituted authorities of The University of Texas sell or convey said property from the purposes aforesaid at any time before the death of the last survivor of the above named persons, then and upon that contingency, remainder over in fee simple to the County of Jackson, in the State of Texas, for the benefit of the public free schools in and for that County, the following described property situated in Travis County, Texas, to-wit:"

(Description)

"To have and to hold same unto the said respective grantees of the several estates according to the limitations above expressed.

"Witness my signature, this 17th day of June, A. D., 1910.

(Signed) George W. Brackenridge"

All of those individuals named in the deed are still living.

The only direct University use of any of the property at present is for student housing. The Brackenridge Apartments and Deep Eddy Apartments situated on the property total 570 apartments occupied to capacity, and the University Trailer Court provides 52 trailer sites.

The following leases and rental arrangements covering portions of the property are now in effect:

1. Municipal Golf Course Lease with City of Austin. This arrangement was originally with Austin Municipal Golf and Amusement Association for a term of 25 years to expire on June 15, 1949. An agreement of March 30, 1937, between the Board of Regents and the City of Austin approved assignment of the lease to the City and extended the term to expire on March 30, 1987. Rental is \$60.00 annually. It is subject to cancellation by the University on one year's notice if "in its judgment the interest of The University

of Texas should require that said premises be possessed by and devoted to some direct University activity or occupancy." Description of land in the lease apparently covers the area bounded by Exposition, Lake Austin Boulevard, Enfield, and Park Street (not an open street), though not all of this area is in actual use by the City.

2. Boat Dock Lease with W. W. Bennett. Lease with Mr. Bennett covering 200 feet of Lake Austin frontage at the foot of Enfield Road, about 150 feet in depth, was first made for 10 years to expire December 31, 1949, and a new 10-year lease then given to expire December 31, 1959. Rental is \$150.00 monthly with no right to renew. In response to inquiries from Mr. Bennett regarding a renewal commitment, he has been advised that no commitment could be made, and that the space had been tentatively dedicated for student recreation.

3. Mrs. Eleanor Richter Lawrence Rental of Ground at 3710 Lake Austin Boulevard. This ground rental, at \$25.00 per month, on 50' x 130' on Lake Austin Boulevard used for a small store and residence has been on a year-to-year basis but is now month-to-month.

4. Lower Colorado River Authority Ground Storage Lease. In 1953, the Board of Regents gave LCRA permission to use 4.4 acres on Enfield Road for storing equipment and material. No rental is charged, and the arrangement is subject to cancellation upon notice.

- a. "Sublease" of about 300' x 300' out of this tract to Optimist West Austin Little League was approved by Board of Regents to September 1, 1958, with right of cancellation prior to that time on 30 days' notice.

5. City of Austin Dock Access Easement and "Lease" for Park Purposes. This agreement dated March 25, 1950, covers about 1.4 acres on Lake Austin bounded by the LCRA property, Lake Austin Boulevard and Bennett's Boat Dock. It is subject to cancellation on 90 days' notice and carries no rental.

As instructed by the Board of Regents, residence site leases in the area comprising about 125 acres between Lake Austin Boulevard and the River were renewed for another year to expire on August 31, 1957, with notice that no further renewals would be given and that improvements were to be removed by that date. All tenants are now off the property, and all improvements have been removed with the exception of one small house owned by the University and the remains of two abandoned houses. Cleaning of rubbish along Lake Austin Boulevard has been attended to. Other work will be needed on the area but should be deferred until decisions are made as to location of any facilities and grading and clearing work determined.

Suggestions

1. That negotiations with Jackson County and determination of any policy as to sale and/or leasing be deferred until the Land and Trust Attorney has explored and briefed the various legal questions regarding the effect of the deed, primarily to determine if court proceedings would still be necessary to establish clear title for freedom of leasing and/or sale even after settlement with Jackson County.

2. That decisions on commercial leases in the area of the intersection of Exposition and Lake Austin Boulevards be deferred until the legal research has been completed and general plans for location of University facilities in the area between Lake Austin Boulevard and the River have been determined.

PART II

Basic Questions

Sound development of the Brackenridge Tract requires consideration of certain basic questions in the following sequence.

First, is all or any part of the tract to be used for the expansion of University facilities? If this question is answered affirmatively, it is possible to develop at any time that portion of the tract dedicated to University use. Such use is specifically contemplated in the deed.

If the above question is answered in the negative, or partially in the negative, there are two choices with respect to the area not dedicated to University use. It is possible either to wait for the decease of all persons named in the deed or to endeavor to negotiate a settlement with the contingent interest which is the public schools of Jackson County. The youngest of the six persons named in the deed is now 49 years of age which suggests a waiting period of 25 to 30 years if the first alternative is chosen. During this period, that portion of the tract not dedicated to University use could not be sold or properly developed without risk of forfeiting the area to the contingent interest.

This points up the second question -- should an effort be made to negotiate a reasonable settlement with contingent interest? If so, what procedure should be followed in the negotiation and what consideration limit should be fixed? If a settlement were attempted and resulted in failure, the situation would remain in status quo. It would appear that the only hazard involved in making the attempt would be the risk that the contingent interest, being alerted, might challenge some use already made of the property, such as the Bennett Boat Dock lease or the Golf Course lease to the City, as a violation of the terms of the deed. If such a claim should be made and sustained by the courts, the entire property would be subject to forfeiture.

If a reasonable settlement could be negotiated with the contingent interest, the property could be utilized in any way believed to be desirable. This situation would pose a third question. Should the property be sold or should it be retained and developed as income property? If the property should be sold, the deed requires that the proceeds realized be credited to the Permanent University Fund. If the property should be retained and developed, it would be necessary to employ on the consultant basis some expert real estate firm to plan the most effective utilization of the tract. The long standing policy of the Board of Regents to sell real property when a satisfactory price can be realized suggests that the answer to this third question would be to sell.

PART III

Possible Use as a Site for a Second Campus

There are two alternatives which should be considered in establishing basic policies for future usage of lands such as the Balcones and Brackenridge tracts, which are separated from the present Main Campus.

In the first case it is assumed that the teaching and instructional activities of the University will continue to be centered on the Main Campus as at present. The tracts off the Main Campus would then be used for adjunct purposes such as housing, extension work, various research and service agencies, etc..

In the second case it is assumed that crowding of the Main Campus will eventually make it advisable to decentralize teaching activities to some extent and, therefore, to move certain major instructional units to an area such as the Brackenridge tract. This might be done by establishing a "junior college" unit. Such a unit would have the advantage of relatively simple building needs; but the problems of maintaining high quality in the teaching and high morale in the faculty working there would be great.

A more practicable approach in decentralization would be the separation of a large professional unit, and in particular, consideration should be given to the establishment of a major engineering center. This would involve a group of students who take most of their work within the College of Engineering; it is a field in which major expansion in special courses, extension programs, and service work for the state must be considered; and there are possibilities for some marked savings in building costs in a location where a different style of architecture might be used.

Recent surveys by the Registrar's office indicate there is little likelihood of enrollments exceeding 27,000 in the foreseeable future. The "master plan" of the Consulting Architects indicates that it is feasible to build some 2,000,000 sq. feet of new space on the present campus - which is a little more than existing space. Thus there seems to be reasonable space to meet future needs under either of the two alternatives.

The policy of decentralization would have the advantage of relieving pressure on housing and parking; but it could involve high costs for such items as cafeteria, steam plant, library facilities, and other such adjunct facilities which must be built up with a new campus, and there is also a major question as to whether a second campus in Austin would be in accord with policies of the state government regarding distribution of educational facilities over the state.

It seems more practicable, therefore, to follow the first alternative, keeping the present Main Campus as the center for educational activities. This will require serious attention to problems of future development of housing and transportation for students, but it will also, without question, permit maximum use of existing facilities.

On this basis, it is recommended that we continue to use the Balcones Center for research and other service activities for which highly functional specialized buildings are particularly needed and that the Brackenridge tract be used for dormitories and for units, such as botanical gardens, intramural fields, etc., for which relatively large open areas are needed.

PART IV

Contemplated University Uses of the
Brackenridge Tract

I. Athletic facilities

To free space on the main campus and to provide for expansion of facilities to accommodate increased enrollments, we contemplate:

A. Construction of an intra-mural field.

Location: Exposition -- Enfield corner of Golf Course tract. Time: Within next 3 to 5 years.

This would become the main intra-mural field for men.

B. Removal of Clark Field

Location: On Golf Course tract. Time: Within five years.

C. Tennis Courts

Most of tennis courts now on main campus would be moved here.

D. Field House

Construction is perhaps ten years in future; could be earlier. Would include all inter-collegiate athletic locker rooms, etc.

E. Football practice fields

Would accompany field house construction.

F. The present golf course would be retained as long as possible.

When these moves are completed, we should have a thoroughly adequate athletic plant, conveniently located, and we would have freed sufficient space on the Main Campus to take care of practically every major housing and parking-area need.

II. Student Housing

A. Married student apartments

Location: Between Lake Austin Boulevard and river.
Time: First unit in the near future. Eventual size: 360 to 400 units.

B. Faculty apartments

For temporary occupancy by new staff members. Integral with married student housing development.

C. Men's dormitories

At present, we contemplate placing all new men's dormitories on this site. Eventually, we can house 800 to 1000 men here.

(Being explored: one modest classroom building to house sections of required courses, for convenience of residents and to cut down travel).

III. Outdoor laboratories

A. Botanical gardens and arboretum.

B. Pharmacy garden

IV. (Under exploration):

A. Continuation Center

B. University Printing Division

THE UNIVERSITY OF TEXAS
OFFICE OF THE COMPTROLLER
AUSTIN 12

26 j
FOR ACTION OF
Regents
SEE MINUTES OF

January 6, 1958

To: The Board of Regents of The University of Texas

Subject: REPORT OF AWARDS OF CONTRACTS ON BLANKET SYSTEM-WIDE POLICIES
FOR MONEY AND SECURITIES INSURANCE AND BLANKET POSITION FIDELITY
BOND

Mrs. Devall and Gentlemen:

On November 14, 1957, specifications for money and securities and fidelity insurance coverages were presented to various insurance agents by Comptroller Sparenberg. They were asked to make proposals for three-year policies on three bases: (1) a blanket system-wide money and securities broad form policy, (2) a system-wide blanket position fidelity bond, and (3) a comprehensive dishonesty, disappearance and destruction policy.

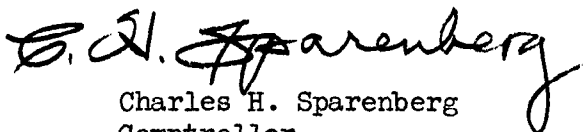
Enclosed is a copy of the Tabulation of Bids on Money and Securities and Fidelity Insurance opened at 10:00 A. M., December 5, 1957, in the Office of the Comptroller.

The bid of \$1,355.70 for a three-year money and securities policy, submitted by Hartford Accident and Indemnity Company through their agent, The Robbins, Montgomery and Nieman Company, has been accepted. The bid of \$4,219.40 for a three-year blanket position bond, submitted by The Travelers Indemnity Company through their agent, Chiles, McCallum and Nagle, has been accepted. Both policies are effective December 15, 1957.

Copies of the two new policies, invoices, and schedules showing the proration by branches of the premiums charged are being furnished to all Branch Business Managers.

The awards recommended were approved by Vice-President Dolley, for the President's Office, before they were made by the Comptroller. Your ratification of these actions is requested.

Very truly yours



Charles H. Sparenberg
Comptroller

CHS:jn
Encl.

Copies to: Dr. Logan Wilson
Dr. J. C. Dolley
Miss Betty Anne Thedford ✓
Mr. A. R. Massey

TABULATION OF BIDS
MONEY AND SECURITIES AND FIDELITY INSURANCE
THE UNIVERSITY OF TEXAS SYSTEM
AUSTIN, TEXAS

10:00 A. M., C. S. T
December 5, 1957

BIDDER (Agent and Company)	Three-Year Premium Costs		
	Money and Securities Broad Form	Blanket Position Bond	Comprehensive Dis- honesty, Disappearance and Destruction
The John A. Barclay Agency, Austin National Surety Corporation, New York, N. Y.		\$4,226.25	
Chiles, McCallum & Nagle, Austin The Travelers Indemnity Company, Hartford, Conn.	(A)\$1,719.20	4,219.40	(A)\$5,938.60
C. H. Davidson and Company, Austin United States Fidelity and Guaranty Company, Baltimore, Md.	3,264.68	4,226.28	7,490.96
William Gammon Insurance, Austin General Insurance Company of America, Seattle, Wash. Deduct Estimated Dividend Estimated Net Premium Cost	5,003.85 500.38 <u>4,503.47</u>	5,091.67 1,018.33 <u>4,073.34</u>	10,095.52 1,518.71 <u>8,576.81</u>
Harrison-Wilson-Pearson, Austin Continental Casualty Company, Chicago, Ill. St. Paul Fire and Marine Insurance Company, St. Paul, Minn.	3,957.81 3,406.60	4,226.25 4,226.25	8,184.06 7,632.85
Heidrick-Bowman & Wommack, Austin Fidelity and Deposit Company of Maryland, Baltimore, Md.	3,081.60	4,226.27	7,307.87
Langham, Langston and Burnett, Houston The Aetna Casualty and Surety Company, Hartford, Conn.	2,128.85	4,226.25	6,355.10

(A) These proposals were qualified and therefore unacceptable.

BIDDER
(Agent and Company)

	Money and Securities Broad Form	Three-Year Premium Costs Blanket Position Bond	Comprehensive Dis- honesty, Disappearance and Destruction
The Robbins, Montgomery and Nieman Company, Austin Hartford Accident and Indemnity Company, Hartford, Conn.	\$1,355.70	\$5,091.67	\$6,447.37
Geo. T. Wicker and Company, Austin American Surety Company of New York, New York, N. Y.	3,267.05	4,226.25	7,493.30

THE UNIVERSITY OF TEXAS
OFFICE OF THE PRESIDENT
AUSTIN 12

Deliberations of the Board

January 2, 1958

Memorandum

To: Dr. Logan Wilson

From: Dr. J. C. Dolley

Subject: The Position of University Land and Trust Attorney

Original Signed by
LOGAN WILSON

During the past three months, we have been trying to find a replacement for Judge Scott Gaines who could serve both as University Attorney and as a part-time member of the Law School faculty. I am now convinced that we are not likely to find a person who would be interested in this dual assignment and who at the same time would have professional stature superior to that of our present Assistant Attorney.

The type of person we have been seeking is apparently earning \$20,000 a year or more and is not interested in a \$14,000 salary, which is about the maximum we can reasonably provide. Further, I doubt seriously, if the nature of our work load were known, that such a person would be interested in the type of routine law practice which is the everyday occupation of the University Attorney.

When we lower our standards and think of someone who would be interested in our situation, we find that his professional attainments do not exceed those of Mr. Waldrep. Appointment of such a person would not improve the quality of our legal services and would almost certainly serve to alienate Mr. Waldrep.

It is not fair to Mr. Waldrep to delay longer a decision on this appointment. We should either tell him that we do not believe him to be adequately qualified for the top position or we should appoint him to the place and instruct him to search for a competent Assistant.

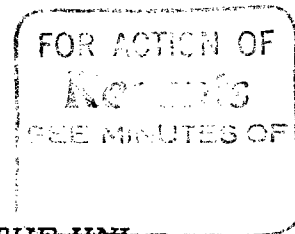
I am prepared to recommend that Mr. Burnell Waldrep be appointed to the position of Land and Trust Attorney at the salary of \$11,000 which is now provided in the Budget for this position, effective February 1, 1958. I attach several letters in support of this recommendation, one of which was written recently by Mr. W. W. Stewart, who should know the quality of Mr. Waldrep's work better than any other University official. I find myself in substantial agreement with the points set out in Mr. Stewart's letter.

In this connection, I want to state again that the present work load in our Attorney's office does not call for a brilliant and distinguished lawyer. The great bulk of the work centers around the

University of Texas Lands and trust account administration. This work is largely routine in character, consisting of the drafting or critical inspection of contract documents such as purchase agreements, deeds, easements, and leases. In addition, he is called on for occasional opinions on an extremely wide variety of legal questions affecting University administration which requires a broad knowledge of law and agency regulations and, I might add, of State officials. When we require advice in a technical legal area such as revenue bonds or Supplement U taxation, we retain on a consultant basis a firm specializing in that area. Because the Attorney General represents us in court litigation, it is not necessary that our Attorney be an able trial lawyer.

III. A. CENTRAL ADMINISTRATION (Continued)

5. Policies, Legislative Budget Requests 1959-61



POLICIES FOR PREPARING LEGISLATIVE BUDGET REQUESTS, THE UNIVERSITY OF TEXAS SYSTEM, Biennium including the Fiscal Years Ending August 31, 1960 and 1961.

1. Salary Advances for the Teaching Staff

10% over institutional 1958-59 budgeted salaries, the entire amount to be included in the request for the first year of the biennium.

At the Medical Branch in Galveston, 15% over the institutional 1958-59 budgeted salaries, the entire amount to be included in the request for the first year of the biennium.

2. Salary Advances for the Non-Teaching Staff

One step over institutional 1958-59 salaries, the entire amount to be included in the request for the first year of the biennium.

In the case of classified positions where the 1958-59 salary rate is below the minimum for the job classification, the salary rate is to be requested at the first step in the classification pay range, or, in the event that the resulting advance is less than 5%, at the second step in the pay range.

3. New Teaching Positions

At the Main University and at Texas Western College, estimate requirements on the basis of an 18 to 1 student-teacher ratio.

At the Medical Branch in Galveston, sufficient new positions to bring the student-teacher ratio to the normal level for good medical schools.

4. New Non-Teaching Positions

Generally few; hold to a minimum.

5. Maintenance and Equipment

Only such amounts as are needed, but not to exceed 10% over the amounts budgeted in 1958-59.

At Southwestern Medical School, such additional amounts as may be needed to reach full operation of the new building.

6. Special Equipment

Special Equipment includes capital outlay items which are of a non-recurring nature; it excludes equipment items which constitute the normal expenditure of departmental funds for either additions or replacements. All Special Equipment requests must be fully justified.

7. Special Situations

- (a) Non-classified Administrative Personnel. Salaries for these classifications to be recommended at rates that keep the salaries competitive.
- (b) Medical Branch. The request is to be based on the operation of the number of beds in use in 1958-59. Supplementary schedules indicating the additional legislative appropriations which would be required to activate 200 beds may be prepared.

III. A. CENTRAL ADMINISTRATION (Continued)

6. Analyses of Mail Dockets (Doctor Ransom)

No documentation.

B. MAIN UNIVERSITY

1. Library Problem in General - Parson's Library (Doctor Ransom)

Deliberations of the Board

No documentation.

2. Progress Report, Welch Foundation Chair in Chemistry

Deliberations of the Board

No documentation.

C. TEXAS WESTERN COLLEGE

Progress Report, Stadium Expansion

No documentation. *No Report*

FOR APPROVAL OF
SECRETARIES OF

MEETING OF THE BOARD

With the exception of Items I.C. and I.E. the subjects on the agenda for the meeting of the Board are routine in nature but are necessary to complete the record. Thus, I have taken the liberty of writing suggested minute orders to be approved by the Board.

I. REPORTS OF STANDING COMMITTEES

A. EXECUTIVE COMMITTEE, REPORT OF INTERIM

ACTIONS (BUDGETARY ITEMS). --The following report of the Executive Committee, a copy of which was in the Material Supporting the Agenda, was adopted upon motion of _____, seconded by _____;

During the period November 6, 1957, through December 20, 1957, the Executive Committee by individual vote, upon the recommendation of President Wilson, approved by mail three budgetary items (one each for the Dental Branch, M. D. Anderson Hospital and Tumor Institute, and Southwestern Medical School). These are reported in the dockets.

This report is submitted to the full Board for information since these items will be ratified in the adoption of the docket dated January 2, 1958.

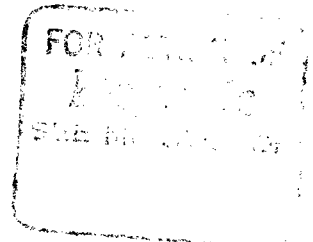
B. ACADEMIC AND DEVELOPMENTAL AFFAIRS COMMITTEE

No items to be considered.

C. BUILDINGS AND GROUNDS COMMITTEE

Documentation on the following pages.

THE UNIVERSITY OF TEXAS
OFFICE OF THE COMPTROLLER
AUSTIN 12



RECOMMENDATIONS TO REGENTS'
BUILDINGS AND GROUNDS COMMITTEE

December 30, 1957

1. RATIFICATION OF AWARD OF CONTRACTS FOR COMPLETION OF THIRD AND FOURTH FLOORS IN EAST END OF EXPERIMENTAL SCIENCE BUILDING, MAIN UNIVERSITY.--In accordance with authorization given at the Regents' Meeting held May 4, 1957, Comptroller Sparenberg approved the working drawings and specifications for the Completion of the Third and Fourth Floors in the East End of the Experimental Science Building at the Main University, and advertised for bids on this project to be received on December 18, 1957. On this date these bids were received, opened, and tabulated as shown on the tabulation sheet. After thorough consideration of the bids, the Special Committee appointed by the Board at the meeting held May 4, 1957, to award contracts for this project, made awards as follows:

General Contract:	
W. D. Anderson Company, Austin, Texas	\$ 59,000.00
Plumbing, Heating, Air Conditioning, and Ventilating Contract:	
J. M. Boyer, Mechanical Contractor, Austin, Texas	83,409.00
Electrical Contract:	
Walter A. Tew Electric, Austin, Texas	23,582.00
Laboratory Equipment Contract:	
Metalab Equipment Company, Div. of Norbute Corporation, Hicksville, L. I., New York	<u>22,669.00</u>
Total Contract Awards	<u>\$188,660.00</u>

In each case except the General Contract, these contract awards were made to the low bidder. In the case of the General Contract, the award was made to the lowest acceptable bidder. The total of the contract awards, plus Engineers' Fees in the amount of 3% of the Electrical and Plumbing, Heating, Air Conditioning, and Ventilating Contracts, is within the \$200,000.00 appropriation made for this project.

It is recommended that the actions taken by Comptroller Sparenberg in approving the working drawings and specifications and by the Special Committee in awarding contracts as listed above be ratified by the Board.

2. APPROVAL OF FINAL PLANS AND SPECIFICATIONS FOR ADDITION TO PHYSICS BUILDING, MAIN UNIVERSITY.--In accordance with authorizations given by the Board, final working drawings and specifications for the Addition to the Physics Building have been prepared by the Associate Architect, Fehr and Granger. These plans and specifications have now been approved by the Chairman of the Physics Department, the Faculty Building Committee, Comptroller Sparenberg, Vice President Ransom, and President Wilson. It is recommended that they be approved by the Board and that Comptroller Sparenberg be authorized to advertise for bids on this project to be presented to the Board for consideration at the next meeting.

3. APPROVAL OF PRELIMINARY PLANS FOR EXPANSION OF TEXAS UNION BUILDING, MAIN UNIVERSITY.--In accordance with authorization given at the Regents' Meeting held June 29, 1957, preliminary plans for the Expansion of the Texas Union Building at the Main University have been prepared by the Consulting Architect, Page, Southerland, and Page. These plans have been approved by Dr. William Livingston, Chairman, for the Union Building Committee, the Main University Faculty Building Committee, Vice President Ransom, Comptroller Sparenberg, and President Wilson. It is recommended that they be approved by the Board so that they may be used in preparing the final application to Housing and Home Finance Agency which is due to be presented to that agency by January 22, 1958.

It is further recommended that the Board appoint an Associate Architect and authorize the preparation of working drawings and specifications after receipt of final commitment of funds from Housing and Home Finance Agency.

4. CONSTRUCTION OF ADDITIONAL FACILITIES ON NORTH SIDE OF SERVICE BUILDING, MAIN UNIVERSITY.--For several years, it has been considered desirable by many members of the staff, including the President, the Chairman of the Main University Faculty Building Committee, and the Business Manager of the Main University, to move the physical plant shops remaining in the Press Building. Since the most convenient location would be in close proximity to the Service Building where the other shops are housed, the Main University Physical Plant staff has developed a plan of simple construction of some 4500 square feet of shop and storage facilities to be located immediately north of the present Service Building. It is estimated that the cost of this project will be approximately \$28,000.00 if the work is performed by the Physical Plant staff and approximately \$35,000.00 if the work were to be performed by outside contractors. There are also some materials on hand which can be used if the work is performed by the Physical Plant staff, which will make it unnecessary to request an appropriation in the full amount of the estimated cost.

Preliminary drawings prepared by the Physical Plant staff have been reviewed by the Main University Business Manager, the Comptroller's Office, and the President's Office, and it is recommended that an appropriation of \$25,000.00 be made from the Unappropriated Balance of the Available University Fund to a new account to be entitled "Construction of Additional Facilities on North Side of Service Building", to be set up in the Main University section of the Central Administration accounts for the Available University Fund. It is further recommended that the Main University Physical Plant staff be authorized to do this work, and that the preliminary drawings approved by the Main University Business Manager, the Comptroller's Office, and the President's Office, be approved by the Board. It is further recommended that the Comptroller be authorized to give final approval to working drawings and specifications prepared for this project.

5. PAINTING IN MAIN BUILDING AT THE MAIN UNIVERSITY AFTER COMPLETION OF AIR CONDITIONING CONTRACT.--Sometime ago an appropriation was set up for Main Building Alteration and Refinishing, which it is planned to use to take care of work which will need to be performed after the Air Conditioning contract for the Main Building is completed. Conferences have been held recently to discuss the best procedure to be followed in order to proceed with this painting and redecorating as expeditiously as possible after the completion of the Air Conditioning contract. After discussion of various methods which might be used, it was agreed by the Main University Physical Plant staff and Business Manager and the Comptroller's Office that the best procedure would be for the work to be performed under the supervision of the Supervising Architect's Office and the Comptroller's Office, using extra painters to be employed by the University on a temporary basis. Since the appropriation is already available for this work, this report is being made merely for the information of the Board.

6. ALLOCATION OF \$175,000.00 APPROPRIATION FROM AVAILABLE UNIVERSITY FUND FOR 1957-58 FOR MAJOR REPAIRS AND REHABILITATION PROJECTS, MAIN UNIVERSITY.--The Regents appropriated \$175,000.00 for 1957-58 Major Repairs and Rehabilitation Projects at the Main University. It is recommended that the \$175,000.00 be allocated to projects as indicated below:

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

1. Chemistry Building - Replacement of Floors	\$ 35,000.00
2. Little Campus Buildings - Rehabilitation of Buildings A, B, 05, 06, and 08	50,000.00
3. Chemistry Building - Replacement of Elevator	<u>40,000.00</u>
Sub-total	<u>\$125,000.00</u>

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

1. Main Building, Library Reading Rooms - Replacement of Inadequate Lighting Equipment	\$ 10,000.00
2. Chemical Engineering Building - Finishing of Attic Space for New Laboratories	15,000.00
3. Construction of Sidewalks (along San Jacinto Boulevard, Red River Street, etc.)	10,000.00
4. Partial Replacement of Campus Irrigation Lines, East Side of Campus	<u>15,000.00</u>
Sub-total	<u>\$ 50,000.00</u>
Total	<u>\$175,000.00</u>

All the items appearing above, except the Chemistry Building elevator, were included in our Legislative Budget Board Request for the 1957-59 biennium.

The total for the 1957-58 projects listed in the L. B. B. submission was \$309,500.00. Some of the projects originally listed have been postponed; some have been completed or partially completed; some have been otherwise provided for.

These appropriations have been recommended by Mr. Landrum, Business Manager of the Main University, after discussing them with Mr. Carl J. Eckhardt, Director of Physical Plant, and have been approved by Vice President Ransom, Comptroller Sparenberg, and President Wilson.

7. REMOVAL OF OAK TREE, MAIN UNIVERSITY.--In accordance with regulations of the Board, permission is requested to remove an oak tree which is located on the north side of Kinsolving Dormitory which is now under construction. Although all possible precautions were taken when construction was started on this dormitory to protect all trees in the vicinity, apparently the feeder roots to this tree were cut during excavation, and the tree has been damaged to the extent that it is not possible to save it. Mr. Attebury, Landscape Gardener at the Main University, has investigated and reported that it will be dead within six to twelve months. Since the tree has begun to lean dangerously and might fall at any time, it is recommended that permission be given to remove it now.

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

Award of Contract for Movable Furniture and Equipment for Kinsolving Dormitory, Main University

Report on English Building Ceilings, Main University

Supplemental Report on Enforcing Liquidated Damages Clause in General Contract on Clinical Science Building, Southwestern Medical School

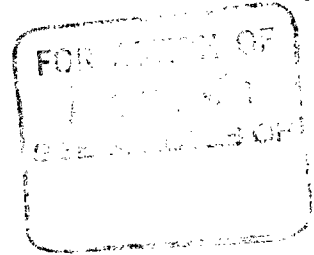
D. MEDICAL AFFAIRS COMMITTEE

No items to be considered.

E. LAND AND INVESTMENT COMMITTEE

Documentation on the following pages.

LAND AND INVESTMENT COMMITTEE
January 10, 1958



I. PERMANENT UNIVERSITY FUND

A. INVESTMENT MATTERS:

1. Report of Purchases of Securities and Sale of Rights and Stock Dividend.
2. Permanent University Fund - Annual Report on Investments.
3. Permanent University Fund Investment Program - Recommended Additions to Approved List of Security Brokers and Dealers.
4. Waiver of Preferential Right to Purchase Veterans' Land Bonds for Permanent University Fund.
5. Bond Purchase Program, Permanent University Fund Bonds, Series 1949; Report on Progress of Program, Ratification of Contract and Supplemental Agreement.

B. LAND MATTERS:

1. Application for Pipe Line Easement No. 1021, Phillips Pipe Line Company, Andrews County, Texas.
2. Application for Telephone and Telegraph Line Easement No. 1022, Service Pipe Line Company, Andrews County, Texas. (Renewal of Easement No. 331)
3. Application for Pipe Line Easement No. 1023, Texas-New Mexico Pipe Line Company, Crane County, Texas.
4. Application for Pipe Line Easement No. 1024, Phillips Petroleum Company, Andrews County, Texas.
5. Application for Pipe Line Easement No. 1025, Texas-New Mexico Pipe Line Company, Andrews County, Texas.
6. Application for Pipe Line Easement No. 1026, El Paso Natural Gas Company, Andrews County, Texas.
7. Application for Pipe Line Easement No. 1027, Phillips Petroleum Company, Andrews County, Texas.
8. Application for Pipe Line Easement No. 1028, Gulf Oil Corporation, Crane County, Texas.
9. Application for Pipe Line Easement No. 1029, Phillips Petroleum Company, Andrews County, Texas.
10. Application for Pipe Line Easement No. 1030, Service Pipe Line Company, Andrews County, Texas. (Renewal of Easement No. 336)
11. Application for Roadside Park Easement No. 1031, Texas Highway Department, Crane County, Texas.
12. Application for Highway Right-of-Way Easement No. 1032, County Commissioners' Court of Andrews County, Andrews County, Texas.
13. Application for Pipe Line Easement No. 1033, Cabot Carbon Company, Ward County, Texas.
14. Application for Pipe Line Easement No. 1034, Empire Southern Gas Company, Andrews County, Texas.
15. Application for Cathodic Protection Unit Easement No. 1035, El Paso Natural Gas Company, Hudspeth County, Texas.
16. Application for Telephone and Telegraph Line Easement No. 1036, General Telephone Company of the Southwest, Crockett County, Texas.
17. Application for Material Source Easement No. 1037, Texas State Highway Commission, Reagan County, Texas.
18. Application for Highway Right-of-Way Easement No. 1038, County Commissioners' Court of Upton County, Upton County, Texas.
19. Application for Pipe Line Easement No. 1039, Comanche Gas Company, Pecos County, Texas.
20. Application for Pipe Line Easement No. 1040, The Atlantic Refining Company, Crane County, Texas.
21. Application for Pipe Line Easement No. 1041, The Atlantic Refining Company, Crane and Ector Counties, Texas.
22. Application for Roadside Park Easement No. 1042, Texas State Highway Commission, Andrews County, Texas.
23. Application for Gas Booster Station and Camp Site Easement No. 1043, Phillips Petroleum Company, Andrews County, Texas.
24. Application for Pipe Line Easement No. 1044, Phillips Petroleum Company, Andrews County, Texas.

37

I. PERMANENT UNIVERSITY FUND
(Continued)

B. LAND MATTERS: (Continued)

25. Application for Grazing Lease No. 726, W. R. Bissett, Crockett County, Texas. (Renewal of Grazing Lease No. 595 and part of Grazing Lease No. 597)
26. Application for Grazing Lease No. 727, Fleet Coates, Crockett County, Texas. (Renewal of Grazing Lease No. 594)
27. Application for Grazing Lease No. 728, Bissett and Hemphill, Crockett County, Texas. (Renewal of Grazing Lease No. 596)
28. Application for Grazing Lease No. 729, Mrs. L. W. Anderson, Ward, Winkler and Loving Counties, Texas. (Renewal of Grazing Lease No. 599)
29. Application for Grazing Lease No. 730, A. B. Connell, Ector County, Texas. (Renewal of Grazing Lease No. 600)
30. Application for Grazing Lease No. 731, George Blackstone and F. M. Elkins, Crockett and Irion Counties, Texas. (Renewal of Grazing Lease No. 694)
31. Application for Grazing Lease No. 732, Sam Mann, Reagan and Crockett Counties, Texas. (Renewal of Grazing Lease No. 591)
32. Application for Grazing Lease No. 733, E. H. Linthicum and Son, Irion and Crockett Counties, Texas. (Renewal of Grazing Lease No. 598)
33. Application for Grazing Lease No. 734, Mrs. S. M. Owens, Reagan and Upton Counties, Texas. (Renewal of Grazing Lease No. 593)
34. Application for Grazing Lease No. 735, Mrs. N. D. Blackstone, Terrell County, Texas. (Renewal of Grazing Lease No. 601)
35. Application for Grazing Lease No. 736, Troy Williams, Crockett County, Texas. (Renewal of Grazing Lease No. 590 and Grazing Lease No. 693)
36. Application for Grazing Lease No. 737, J. E. Hill, Andrews County, Texas. (Renewal of Grazing Lease No. 586)
37. Application for Caliche Permit No. 116, Phillips Petroleum Company, Andrews County, Texas.
38. Ratification of Water Contract No. 74, Henry L. Stafford, Andrews County, Texas.
39. Ratification of Water Contract No. 75, Bogle Oil Company, Andrews County, Texas.
40. Ratification of Water Contract No. 76, McMillan-Moor, Hudspeth County, Texas.
41. Application for Telephone Line Easement No. 1045, Southwestern Bell Telephone Company, Hudspeth County, Texas.
42. Report on Execution of Water Contract No. 71, with Andrews Independent School District.
43. Report on Filing of Vacancy Suit in District Court of Pecos County by E. H. Cox.

C. DISCUSSION MATTERS:

1. Investment Matters
 - a. Mortgage Loan Program.
2. Land Matters
 - a. Report on Developments Under Water Contract No. 70 with City of Midland.

38

II. TRUST AND SPECIAL FUNDS

A. INVESTMENT MATTERS:

1. Report of Purchases and Sales of Securities.
- *2. Funds Grouped for Investment - Review and Recommendations re Additions and Investment of Cash.
- *3. Hogg Foundation: W. C. Hogg Estate Fund - Investment Recommendation.
- *4. Hogg Foundation: Varner Properties - Investment Recommendation.
- *5. Wilbur S. Davidson Educational Fund - Investment Recommendation.
- *6. The William Heuermann Fund for Cancer Research (M. D. Anderson Hospital and Tumor Institute) - Investment Recommendation.
- *7. The James W. McLaughlin Fellowship Fund - Reserve for Depletion (The University of Texas Medical Branch, Galveston, Texas) - Investment Recommendation.
8. Arts and Sciences Foundation - Recommendation re Sale of Common Stock Gift.
9. Trust and Special Funds - Annual Report on Investments.

B. GIFT, BEQUEST AND ESTATE MATTERS:

1. Toreador Royalty Corporation - Report on Pending Matters and Recommendation for Proxies for Stockholders' Meetings.
2. M. D. Anderson Hospital and Tumor Institute - Recommendation re Deed from W. W. King.

C. REAL ESTATE MATTERS:

1. Hogg Foundation: Varner Properties - Report and Recommendation re Delinquent Taxes on Varner Building Sold to Pappas Company, Inc. Under Vendor's Lien and Deed of Trust Note.
2. Hogg Foundation: Varner Properties - Report and Recommendation re Insurance Carried by Lessee on Texas State Hotel Property.
3. Texas Western College: Cotton Estate - Cancellation of Lease to Sidney A. Stallman, Cotton Estate Property, El Paso, Texas.
4. Archer M. Huntington Museum Fund - Right-of-Way Easement, Southwestern Bell Telephone Company, Galveston County, Texas.
5. M. D. Anderson Hospital and Tumor Institute: Rosalie B. Hite Estate - Offer from Ben Taub et al for Purchase of Property at Capitol and LaBranch, Houston, Texas.
6. Medical Branch: Sivert Brown Estate - Proposal for Sale of 15 Acres, John Cummings League, Abstract 57, Brazoria County, Texas to Leon Finley.

D. REVENUE BOND FINANCING MATTERS:

1. Main University - Proposed Expansion of Texas Union Building - Filing of Final Loan Application with Housing and Home Finance Agency.

E. DISCUSSION MATTERS:

1. Brackenridge Tract
2. Huntington Lands
3. Hogg Foundation: Varner Properties - Sens Leasehold

*Mimeographed report to Land and Investment Committee only.

Y FUND--INVESTMENT MATTERS.--

REPORT OF PURCHASES OF SECURITIES AND SALE OF RIGHTS AND STOCK DIVIDEND.--The following purchases of securities and sale of rights and stock dividend have been made for the Permanent University Fund since the report of October 10, 1957. We ask that the Board ratify and approve these transactions:

Date of Purchase	Security	Par Value of Bonds or No. of Shares of Stock	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield on Cost**
A. PERMANENT UNIVERSITY FUND BONDS:					
11/22/57	Board of Regents of The Univ. of Texas 1½% Perm. Univ. Fund Bonds, dated 7/1/49, due 7/1/58-69, callable 7/1/59 @ 102	\$ 661,000	97.90(\$222,000 due 7/1/65), 97.06(\$25,000 due 7/1/66), 95.97(\$200,000 due 7/1/68), 95.80(\$214,000 due 7/1/69), plus ¾ of 1% commission on total par value purchased	\$ 643,512.50	1.54%#
11/22/57	Board of Directors of The A. & M. College of Texas 1½% Permanent Univ. Fund Bonds, dated 7/1/49, due 7/1/58-69, callable 7/1/59 @ 102	163,000	96.91(\$20,000 due 7/1/67), 95.97(\$23,000 due 7/1/68), 95.80(\$120,000 due 7/1/69), plus ¾ of 1% commission on total par value purchased	157,637.60	1.55 #
12/4/57	Board of Regents of The Univ. of Texas 1½% Permanent Univ. Fund Bonds, dated 7/1/49, due 7/1/58-69, callable 7/1/59 @ 102	1,120,000	98.01(\$235,000 due 7/1/64), 97.90(\$105,000 due 7/1/65), 97.06(\$110,000 due 7/1/66), 96.91(\$175,000 due 7/1/67), 95.97(\$275,000 due 7/1/68), 95.80(\$220,000 due 7/1/69), plus ¾ of 1% commission on total par value purchased	1,092,554.50	1.54 #
12/4/57	Board of Directors of The A. & M. College of Texas 1½% Permanent Univ. Fund Bonds, dated 7/1/49, due 7/1/58-69, callable 7/1/59 @ 102	715,000	98.01(\$25,000 due 7/1/64), 97.90(\$125,000 due 7/1/65), 97.06(\$170,000 due 7/1/66), 96.91(\$230,000 due 7/1/67), 95.97(\$165,000 due 7/1/68), plus ¾ of 1% commission on total par value purchased	698,485.50	1.54 #
12/19/57	Board of Regents of The Univ. of Texas 1½% Permanent Univ. Fund Bonds, dated 7/1/49, due 7/1/58-69, callable 7/1/59 @ 102	175,000	98.01(\$55,000 due 7/1/64), 97.90(\$120,000 due 7/1/65), plus ¾ of 1% commission on total par value purchased	172,698.00	1.52 #
12/19/57	Board of Directors of The A. & M. College of Texas 1½% Permanent Univ. Fund Bonds, dated 7/1/49, due 7/1/58-69, callable 7/1/59 @ 102	217,000	97.90(\$50,000 due 7/1/65), 95.97(\$60,000 due 7/1/68), 95.80(\$107,000 due 7/1/69), plus ¾ of 1% commission on total par value purchased	210,665.50	1.55 #
Total Permanent University Fund Bonds Purchased		3,051,000		2,975,553.60	1.54 #

*Includes brokerage commission paid.

**Yield at present annual dividend rate for stocks; yield to maturity for bonds, unless otherwise noted.

#Current yield on cost.

SECURITIES PURCHASED
(Continued)

Date of Purchase	Security	Par Value of Bonds or No. of Shares of Stock	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield on Cost**
B. CORPORATE BONDS:					
10/23/57	Consolidated Edison Co. of N. Y., Inc., First & Ref. Mtge. Bonds, 5% Series N, dated 10/1/57, due 10/1/87	\$ 500,000	100.777 Net	\$ 503,885.00	4.95%
10/29/57	American Tel. & Tel. Co. 5% Debentures, dated 11/1/57, due 11/1/83	<u>500,000</u>	101.461 Net	<u>507,305.00</u>	<u>4.90</u>
	Total Corporate Bonds Purchased	<u>1,000,000</u>		<u>1,011,190.00</u>	<u>4.90 #</u>
C. PREFERRED STOCKS:					
10/8/57	Commonwealth Edison Co. 5.25% Cumulative Preferred Stock (\$100 P. V.), dated 10/17/57	<u>5,000 Shares</u>	100 Net	<u>500,000.00</u>	<u>5.25</u>
D. COMMON STOCKS:					
9/24/57	Baltimore Gas & Electric Co. Common Stock	1,500 Shares	33-3/4	51,103.20	5 28
9/24 & 25/57	Wisconsin Electric Power Co. Common Stock	1,700 "	29-5/8(700), 29-3/4(200), 29-7/8(500), 29-1/2(300)	50,982.38	5.67
9/25/57	Chemical Corn Exchange Bank Capital Stock	200 "	45.50 Plus 5 rights	9,100.00	5.05
9/30/57	Ditto	300 "	46 Net	13,800.00	5.00
10/1/57	Aluminum Company of America Common Stock	600 "	75-1/4(300), 75-3/8(300)	45,442.71	1.58
10/1 & 2/57	National Dairy Products Corporation Common Stock	1,400 "	36-3/8(300), 36-1/2(400), 37-1/4(500), 37-1/8(200)	52,030.34	4.84
10/2/57	Norfolk & Western Railway Company Common Stock	800 "	62	49,929.60	6.41
10/3/57	Republic Steel Corporation Common Stock	1,000 "	48-7/8	49,269.40	6.09
10/3/57	General Electric Company Common Stock	800 "	61-3/8(400), 61-1/4(300), 61-1/8(100)	49,366.56	3.07

*Includes brokerage commissions paid.

**Yield at present annual dividend rate for stocks; yield to maturity for bonds, unless otherwise noted.

#Current yield on cost.

SECURITIES PURCHASED
(Continued)

Purchase	Security	Par Value of Bonds or No. of Shares of Stock	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield on Cost**
	D. COMMON STOCKS: (Continued)				
10/7/57	Ford Motor Company Common Stock	1,000 Shares	50-1/8	\$ 50,525.10	4.75%
10/7/57	Continental Oil Company Capital Stock	900 "	53-1/8	48,175.29	2.99
10/9/57	International Paper Company Common Stock	500 "	89-1/2	44,969.75	3.34
10/9/57	Owens-Illinois Glass Company Common Stock	800 "	58-1/2(400), 59(400)	47,327.00	4.23
10/18/57	American Home Products Corp. Capital Stock	400 "	135(100), 134-1/2(100), 133-1/2(200)	53,843.65	4.01
10/18/57	Southern California Edison Co. Common Stock	1,100 "	46-5/8(200), 46-1/2(900)	51,595.87	5.12
10/21/57	Allied Chemical & Dye Corp. Common Stock	700 "	73-3/4(200), 73-7/8(300), 74(200)	52,009.23	4.04
10/21/57	Johns-Manville Corporation Common Stock	1,200 "	37(100), 37-1/8(100), 37-1/2(100), 37-5/8(100) 37-3/4(100), 37-7/8(200), 38(200), 38-1/8(100), 38-1/4(200)	45,744.20	5.90
10/22/57	The Detroit Edison Company Capital Stock	1,300 "	35-7/8(200), 35-3/4(500), 35-5/8(400), 35-1/2(200)	46,827.02	5.55
10/22/57	International Harvester Company Common Stock	1,600 "	30-5/8(500), 30-1/2(600), 30-1/4(500)	49,221.20	6.50
10/23/57	Commonwealth Edison Company Common Stock	1,300 "	37-1/8(600), 37(700)	48,610.86	5.35
10/23, 24 & 25/57	United Gas Corporation Common Stock	1,600 "	28-5/8(600), 28-1/2(400), 29(200), 28-3/4(400)	46,344.38	5.18
10/28/57	First National Bank in Dallas Com. Cap. Stock	700 "	34-1/4 Net	23,975.00	4.09
10/28/57	Republic National Bank of Dallas Com. Cap. Stock	400 "	53 Net	21,200.00	3.17
10/29/57	U. S. Fidelity & Guaranty Co. Capital Stock	400 "	55-1/2 Net	22,200.00	3.60
10/29/57	Insurance Co. of North America Capital Stock	200 "	84-3/4(150), 86(50)	17,084.04	2.93

*Includes brokerage commissions paid.

**Yield at present annual dividend rate for stocks; yield to maturity for bonds, unless otherwise indicated.

CORPORATE STOCKS PURCHASED

(Continued)

Date of Purchase	Security	Par Value of Bonds or No. of Shares of Stock	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield on Cost**
	D. COMMON STOCKS (Continued):				
10/29/57	Marine Midland Corporation Common Stock	1,100 Shares	18-7/8(700), 19(400)	\$ 21,075.66	5.22%
10/30/57	Phelps Dodge Corporation Capital Stock	1,200 "	43(300), 43-1/4(900)	52,264.17	6.89
10/30/57	R. J. Reynolds Tobacco Co. Common "B" Stock	900 "	62	56,170.80	5.77
11/1 & 4/57	Public Service Co. of Colorado Common Stock	1,300 "	38(1,100), 37-3/4(200)	49,791.76	4.70
11/1, 4, & 6/57	Link Belt Company Common Stock	1,000 "	54(200), 54-1/4(100), 53(100), 53-1/4(200), 53-1/2(400)	53,978.59	6.02
11/1, 4, 6, 13, 18, 19/57	Otis Elevator Company Common Stock	1,300 "	42(600), 41-7/8(100), 42-3/4(100), 43(200), 43-1/4(100), 43-1/2(200)	55,758.95	4.66
10/31, 11/1, 4 & 14/57	United States Steel Corp. Common Stock	1,000 "	56(100), 56-1/4(100), 56-1/2(200), 54(100), 55(200), 52(300)	54,929.53	5.46
11/4 & 6/57	Borg-Warner Corporation Common Stock	1,600 "	33-1/4(700), 33-1/2(300), 33-3/4(200), 34-1/8(400)	54,233.66	7.08
11/4 & 6/57	Oklahoma Gas & Electric Co. Common Stock	1,400 "	37-5/8(1,100), 37-3/4(300)	53,186.05	4.74
11/6/57	Commercial Credit Company Common Stock	500 "	43-3/4	22,059.40	6.35
11/6/57	E. I. du Pont de Nemours & Co. Common Stock	300 "	174(100), 174-1/2(100), 174-3/4(100)	52,475.00	3.72
11/6, 7, 8, 11 & 12/57	Utah Power & Light Company Common Stock	2,200 "	23-3/8(600), 23-1/4(300), 23-1/2(1,300)	52,137.78	5.06
11/11/57	Standard Oil Co. of California Capital Stock	1,000 "	47-1/4(300), 47-1/2(700)	47,812.14	4.18
11/8/57	National Lead Company Common Stock	500 "	97-5/8	49,036.30	3.31
11/8/57	Corn Products Refining Company Common Stock	1,700 "	31-1/8	53,432.02	4.77
11/8/57	Addressograph-Multigraph Corp. Common Stock	300 "	144-1/4(100), 144-1/2(100), 145(100)	43,523.38	2.76
11/7, 8, 12 & 13/57	B. F. Goodrich Company Common Stock	800 "	61(200), 60-3/4(100), 60(200), 59-1/2(100), 58-5/8(100), 58(100)	48,215.39	3.65

*Includes brokerage commissions paid.

**Yield at present annual dividend rate for stocks; yield to maturity for bonds, unless otherwise indicated.

CORPORATE STOCKS PURCHASED
(Continued)

Date of Purchase	Security	Par Value of Bonds or No. of Shares of Stock	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield on Cost**
D. COMMON STOCKS (Continued):					
11/7,8,11, 13,14,20, 25,27,29, & 12/2/57	Federated Department Stores, Inc., Common Stock	1,700 Shares	30-1/2(200), 30-5/8(200), 31(300), 31-1/4(400), 31-1/2(100), 31-5/8(100), 30-3/4(300), 30-7/8(100)	\$ 53,168.28	5.12%
11/11,12,13, 14 & 15/57	McGraw-Edison Company Common Stock	1,500 "	32-1/2(100), 32-3/4(400), 33(600), 33-1/2(100), 33-3/4(100), 34-1/2(100), 35(100)	50,299.15	4.18
11/12/57	First National Bank of Chicago Common Stock	100 "	294 Net	29,400.00	2.72
11/12/57	Mellon National Bank & Trust Co. Common Cap. Stock (Pittsburgh, Pa.)	200 "	118 Net	23,600.00	3.39
11/12/57	Continental Casualty Co. Capital Stock	300 "	64-1/2	19,474.35	2.16
11/12/57	Hartford Fire Insurance Company Cap. Stock	200 "	120-3/4	24,244.16	2.47
11/12/57	Lincoln National Life Ins. Co. Capital Stock	100 "	172	17,252.20	1.01
11/13/57	C. I. T. Financial Corp. Common Stock	600 "	43	26,019.00	5.53
11/13/57	Union Carbide Corporation Capital Stock	500 "	90-5/8	45,532.80	3.97
11/13/57	Carolina Power & Light Company Common Stock	2,200 "	22-3/4(1,900), 22-7/8(100), 23(200)	50,693.16	5.21
11/14,21, 25,26 & 12/2/57	The Borden Company Capital Stock	900 "	58-3/4(100), 59(100), 59-1/4(100), 60(100). 59-3/4(100), 59-7/8(100), 60-1/4(200) 60-1/2(100)	54,131.29	4.66
11/14,18 & 21,12/10/57	Kimberly-Clark Corporation Common Stock	1,200 "	43-1/4(200), 43-1/2(200), 43-3/4(100), 47-7/8(100), 47-1/2(200), 48(400)	55,668.58	3.88
12/3/57	Republic National Bank of Dallas Common Capital Stock	33 "	45 plus 12 rights per share	1,485.00	3.77

*Includes brokerage commissions paid.

**Yield at present annual dividend rate for stocks; yield to maturity for bonds, unless otherwise indicated.

CORPORATE STOCKS PURCHASED
(Continued)

Date of Purchase	Security	No. of Shares of Stock	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield on Cost**
D. <u>COMMON STOCKS</u> (Continued):					
12/3/57	Standard Oil Company of New Jersey Capital Stock	<u>53 Shares</u>	44 plus 30 rights per share	<u>2,332.00</u>	<u>5.02%</u>
	Total Common Stocks Purchased 9/24/57 through 12/10/57	<u>50,086 Shares</u>		<u>2,314,057.33</u>	<u>4.66</u>
	TOTAL SECURITIES PURCHASED 9/24/57 THROUGH 12/19/57			<u>\$6,800,800.93</u>	<u>3.37%</u>

*Includes brokerage commissions paid.

**Yield at present annual dividend rate for stocks; yield to maturity for bonds, unless otherwise indicated.

SALE OF RIGHTS AND STOCK DIVIDEND

<u>Date Sold</u>	<u>Security</u>	<u>Net Proceeds</u>
9/27/57	900 Rights to purchase Hudson's Bay Oil and Gas Company Ltd., Capital Stock (Based on Continental Oil Company Capital Stock holdings)	\$314.90
10/28/57	2,100 Rights to subscribe for Consumers Power Company 4-5/8% Convertible Debentures, due 11/1/72 (Based on Consumers Power Company Common Stock holdings)	143.05
10/22/57	3 Shares Continental Assurance Company Common Stock (Received as stock dividend based on holdings of Continental Casualty Company Capital Stock)	275.94
12/3/57	4 Rights to subscribe for Republic National Bank of Dallas Common Capital Stock	1.60
12/3/57	10 Rights to subscribe for Standard Oil Company of New Jersey Capital Stock	2.03

PERMANENT UNIVERSITY FUND INVESTMENT PROGRAM - RECOMMENDED ADDITIONS TO APPROVED LIST OF SECURITY BROKERS AND DEALERS.--It is recommended that the following additions be made to the list of security dealers and brokers as approved through October 10, 1957:

To Section IV. A. Group II (Firms which serve as New York correspondents of Texas firms having membership on the New York Stock Exchange but not floor privileges; approval to include both the New York correspondent and the Texas firm):

Cyrus J. Lawrence and Sons, New York City, N. Y.
Lentz, Newton & Company, San Antonio, Texas

To Section IV. A. Group III (Full members of the New York Stock Exchange with neither branch offices in Texas nor correspondent firms in Texas):

Laird, Bissell & Meeds, New York City, N. Y. (For unlisted bank and insurance shares)

WAIVER OF PREFERENTIAL RIGHT TO PURCHASE VETERANS' LAND BONDS FOR THE PERMANENT UNIVERSITY FUND.--The University of Texas is one of the state agencies having preference rights under the Constitution and statutes to purchase new issues of Veterans' Land Bonds. At the request of the Veterans' Land Board, the Endowment Officer wrote the members of the Board of Regents on December 9, 1957 for an expression as to waiving this preference right for an issue of Veterans' Land Bonds, Series 1957, in the amount of \$12,500,000 on which bids were to be opened December 16, 1957. The legal limit on interest on these bonds is 3%. The response to the letter was that the right would be waived. Accordingly, the Secretary to the Board of Regents, on December 13, 1957 notified the Veterans' Land Board that the Board of Regents would pass on the question at its January, 1958 meeting and would vote to waive the constitutional and statutory priority to purchase the bonds at that time. The prescribed waiver forms have been furnished with notice that the best bid was accepted for the \$12,500,000 bonds bearing interest varying from 2.60% per annum to 3% per annum at par and accrued interest, plus a premium of \$17,487.50.

It is therefore recommended that the Board of Regents formally waive its right to purchase these bonds and authorize the execution of the waiver form by the Secretary when approved as to content by the Endowment Officer and as to form by the Land and Trust Attorney. It is further recommended that the Board of Regents waive its preference right to purchase any other bonds offered for sale by the Veterans' Land Board out of the total of \$100,000,000 authorized by Constitutional Amendment effective January 1, 1957, which Constitutional authorization limits the interest rate on such bonds not to exceed 3% per annum; and that the Secretary of the Board be authorized to furnish, upon request by the Veterans' Land Board, evidence of such waiver in form approved by the Land and Trust Attorney and by the Endowment Officer.

BOND PURCHASE PROGRAM OF PERMANENT UNIVERSITY FUND BONDS, SERIES 1949.--At the October, 1957 meeting of the Board of Regents, approval was given for a contract with F. S. Smithers & Company of New York and Emerson & Company of San Antonio, to undertake a program to purchase Permanent University Fund Bonds, Series 1949, looking toward therefunding of the issue later in 1958.

The general terms of the contract between the University and the Agents were given then and the contract was executed by the Chairman of the Board of Regents and the Agents, as of November 11, 1957, along the lines set out at the October meeting with the exception of the fee to the Agents being set as three-quarters of a point, or \$7.50 per bond. Copies of the Offer to Purchase Bonds were mailed to all members of the Board of Regents on November 14, 1957, on which offer the following prices, plus accrued interest, were shown for the last six maturities to which the purchase program was limited:

<u>Maturity</u>	<u>Price</u>
July 1, 1964	\$98.01
July 1, 1965	97.90
July 1, 1966	97.06
July 1, 1967	96.91
July 1, 1968	95.97
July 1, 1969	95.80

Prices to the University are the above plus Agents' compensation of \$7.50 per bond, with accrued interest to date of delivery to the University.

As of November 30, 1957, the Agents had purchased \$3,051,000 of the total \$5,100,000 outstanding for the maturities listed, the estimate of funds available for this phase having been approximately \$3,000,000.

Section 7 of the contract provides for the extending or enlarging of the Bond Purchase Program by an appropriate supplemental agreement entered into upon such terms and conditions as may be mutually agreeable to both parties. After the purchases indicated above, we were advised by the Agents that there were approximately \$926,000 of bonds within the above maturities on which they had received offers. After conferences with Mr. Emerson, representing the Agents, Dr. Dolley and the Endowment Officer, a supplemental agreement was made as of December 4, 1957, which was also signed by the Chairman of the Board of Regents and the Agents. Under this supplemental agreement, the Agents would purchase such amounts of the outstanding bonds in these maturities of the remaining \$2,049,000 of bonds as could be confirmed for purchase by Agents not later than December 20, 1957, with a written report to the University by January 10, 1958 giving a full description of all bonds so committed

and confirmed for purchase. In the supplemental purchase program, the prices agreed upon, plus accrued interest, are the same as those given above. The Agents have made arrangements for the bonds so purchased under this supplemental agreement to be delivered to the University at the American National Bank on July 1, 1958 upon payment of \$995 for each \$1000 bond so delivered, this price to include all commissions and compensation to the Agents and others except for delivery costs.

Both the original contract and the supplemental agreement were approved by McCall, Parkhurst & Crowe, Bond Attorneys of Dallas.

The Agents are doing additional work on tracing holders of bonds. The details of the refunding, however, remain to be worked out as well as the contract for refunding, the terms for which were also approved in general at the October, 1957 meeting of the Board.

It is recommended that the actions outlined above be approved and the signing of the contracts by the Chairman of the Board of Regents be ratified.

PERMANENT UNIVERSITY FUND--LAND MATTERS.--

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

PIPE LINE EASEMENT NO. 1021, PHILLIPS PIPE LINE COMPANY, ANDREWS COUNTY, TEXAS.--This application for a pipe line easement to Phillips Pipe Line Company covers 39.1 rods of 3-1/2 - inch oil pipe line at \$0.25 per rod and 561.9 rods of 4-1/2 - inch oil pipe line at \$0.50 per rod in Sections 35 and 36, Block 11, University Lands, Andrews County, Texas, for a 10-year period beginning September 1, 1957, and ending August 31, 1967. The full consideration of \$290.73 for the 10-year period has been received.

TELEPHONE AND TELEGRAPH LINE EASEMENT NO. 1022, SERVICE PIPE LINE COMPANY, ANDREWS COUNTY, TEXAS, (RENEWAL OF EASEMENT NO. 331).--This application for a telephone and telegraph line easement to Service Pipe Line Company covers 559.8 rods of line at \$0.05 per rod per year in Sections 19 and 20, Block 13, University Lands, Andrews County, Texas, for a 10-year period beginning November 1, 1957, and ending October 31, 1967. The full consideration of \$280.00 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1023, TEXAS-NEW MEXICO PIPE LINE COMPANY, CRANE COUNTY, TEXAS.--This application for a pipe line easement to Texas-New Mexico Pipe Line Company covers 594.36 rods of 4-1/2 - inch oil pipe line at \$0.50 per rod in Section 48, Block 30, University Lands, Crane County, Texas, for a 10-year period beginning October 1, 1957, and ending September 30, 1967. The full consideration of \$297.18 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1024, PHILLIPS PETROLEUM COMPANY, ANDREWS COUNTY, TEXAS.--This application for a pipe line easement to Phillips Petroleum Company covers the following pipe lines in Sections 17, 18, 20, 21, 26, 27, 28, 31, 32, 35, 36 and 37, Block 4; Section 42, Block 5; and Sections 3, 4, 5, 8 and 11, Block 10, University Lands, Andrews County, Texas, for a 10-year period beginning October 1, 1957, and ending September 30, 1967: 583.6 rods of 20-inch line, 261.6 rods of 16-inch line and 1,254.2 rods of 12-3/4 - inch line at \$1.50 per rod; 531.0 rods of 10-3/4 - inch line at \$1.00 per rod; 819.2 rods of 6-5/8 - inch line at \$0.75 per rod; 600.5 rods of 4-1/2 - inch line at \$0.50 per rod; and 102.4 rods of 3-1/2 - inch line at \$0.25 per rod. The full consideration of \$4,620.35 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1025, TEXAS-NEW MEXICO PIPE LINE COMPANY, ANDREWS COUNTY, TEXAS.--This application for a pipe line easement to Texas-New Mexico Pipe Line Company covers 1,865 rods of 4-1/2 - inch oil pipe line at \$0.50 per rod in Sections 10, 14, 15, 24, 25, Block 12; and Sections 2, 5, 6, 7, 16 through 19 and 25, Block 14, University Lands, Andrews County, Texas. This easement is for a 10-year period beginning October 1, 1957, and ending September 30, 1967. The full consideration of \$932.50 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1026, EL PASO NATURAL GAS COMPANY, ANDREWS COUNTY, TEXAS.--This application for a pipe line easement to El Paso Natural Gas Company covers 164.104 rods of 4-1/2 - inch natural gas pipe line in Sections 14 and 15, Block 1, University Lands, Andrews County, Texas, for a 10-year period beginning November 1, 1957, and ending October 31, 1967. The full consideration of \$82.05 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1027, PHILLIPS PETROLEUM COMPANY, ANDREWS COUNTY, TEXAS.--This application for a pipe line easement to Phillips Petroleum Company covers the following described pipe lines in Sections 4, 5, 9, 10, Block 1; Sections 2 through 7, 10, 14 through 23, 26 through 29, 31, 32, 35, 36, 37, Block 4; Sections 30, 31, 42, Block 5; Sections 5 through 8, 17 and 18, Block 8; Sections 2, 4 through 9, 11, 14, 17, 19, 20, 21, 23, 28 through 32, 42, 43, Block 9; Sections 1 through 4, 9 through 12, 14, 15, 16, 22, 23, 25, 26, 27, 33 through 36, Block 10; and Sections 7 and 8, Block 14; University Lands, Andrews County, Texas: 79.1 rods of 20-inch line, 223.0 rods of 16-inch line and 3,679.0 rods of 12-3/4 - inch line at \$1.50 per rod; 6,879.8 rods of 10-3/4 - inch line, 2,632.5 rods of 8-5/8 - inch line and 108.0 rods of 8-inch line at \$1.00 per rod; 8,200.4 rods of

6-5/8 - inch line at \$0.75 per rod; 5,673 rods of 4-1/2 - inch line at \$0.50 per rod; and 5,023.4 rods of 4-inch line, 3,011.1 rods of 3-1/2 - inch line and 4,712.4 rods of 2-3/8 - inch line at \$0.25 per rod. This easement is for a 10-year period beginning May 1, 1957, and ending April 30, 1967. The full consideration of \$27,765.63 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1028, GULF OIL CORPORATION, CRANE COUNTY, TEXAS.-- This application for a pipe line easement to Gulf Oil Corporation covers 153.6 rods of 4-inch gas pipe line in Section 5, Block 30, University Lands; Crane County, Texas, for a 10-year period beginning November 1, 1957, and ending October 31, 1967. The full minimum consideration of \$50.00 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1029, PHILLIPS PETROLEUM COMPANY, ANDREWS COUNTY, TEXAS.-- This application for a pipe line easement to Phillips Petroleum Company covers the following gas pipe lines in Sections 22, 26, 27, 34, 35 and 36, Block 11; and Sections 14, 15 and 25, Block 12; University Lands, Andrews County, Texas: 729.7 rods of 12-3/4 - inch line at \$1.50 per rod; 333.9 rods of 10-3/4 - inch line at \$1.00 per rod; 161.4 rods of 4-1/2 - inch line at \$0.50 per rod; and 141.1 rods of 3-1/2 - inch line at \$0.25 per rod. This easement is for a 10-year period beginning October 1, 1957, and ending September 30, 1967. The full consideration of \$1,544.43 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1030, SERVICE PIPE LINE COMPANY, ANDREWS COUNTY, TEXAS, (RENEWAL OF EASEMENT NO. 336).--This application for a pipe line easement to Service Pipe Line Company covers 689.69 rods of 4-inch line at \$0.25 per rod in Sections 29, 30 and 31, Block 13, University Lands, Andrews County, Texas, for a 10-year period beginning December 1, 1957, and ending November 30, 1967. The full consideration of \$172.42 for the 10-year period has been received.

ROADSIDE PARK EASEMENT NO. 1031, TEXAS HIGHWAY DEPARTMENT, CRANE COUNTY, TEXAS.--This application for a roadside park easement to the Texas Highway Department covers a 0.287 - acre tract in Section 22, Block 30, University Lands, Crane County, Texas, to be used as a roadside park on State Highway 51. It has been agreed that the Texas Highway Department shall construct a substantial net or stock-proof fence on the west side of the proposed right-of-way and on the boundary line separating the roadside park and University Lands. No consideration is involved in this easement.

HIGHWAY RIGHT-OF-WAY EASEMENT NO. 1032, COUNTY COMMISSIONERS' COURT OF ANDREWS COUNTY, ANDREWS COUNTY, TEXAS.--This application for a highway right-of-way easement to the County Commissioners' Court of Andrews County covers an 81.27 - acre strip of land in Sections 3, 4, 5, 8, 17, 20, 29 and 32, Block 5, University Lands, Andrews County, Texas, for use as a public road or highway to be known as New Plant Road, Precinct No. 3. No consideration is involved in this easement.

PIPE LINE EASEMENT NO. 1033, CABOT CARBON COMPANY, WARD COUNTY, TEXAS.-- This application for a pipe line easement to Cabot Carbon Company covers 82.30 rods of 3-inch gas line at \$0.25 per rod in Section 6, Block 16, University Lands, Ward County, Texas, for a 10-year period beginning October 31, 1957, and ending October 30, 1967. The full minimum consideration of \$50.00 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1034, EMPIRE SOUTHERN GAS COMPANY ANDREWS COUNTY, TEXAS (RENEWAL OF A PORTION OF EASEMENT NO. 330).--This application for a pipe line easement to Empire Southern Gas Company covers 649 rods of 8-5/8 - inch gas line at \$1.00 per rod in Sections 2, 3 and 10, Block 14, University Lands, Andrews County, Texas, for a 10-year period beginning December 1, 1957, and ending November 30, 1967. The full consideration of \$649.00 for the 10-year period has been received.

CATHODIC PROTECTION UNIT EASEMENT NO. 1035, EL PASO NATURAL GAS COMPANY, HUDSPETH COUNTY, TEXAS.--This application for an easement to the El Paso Natural Gas Company covers a site in the SE/4 of the SE/4 of Section 12, Block J, University Lands, Hudspeth County, Texas, on which will be constructed and maintained a cathodic protection unit consisting of equipment and apparatus for use in servicing and operating pipe lines. This easement is for a 10-year period beginning November 1, 1957, and ending July 31, 1966. The full consideration of \$50.00 for the 10-year period has been received.

TELEPHONE AND TELEGRAPH LINE EASEMENT NO. 1036, GENERAL TELEPHONE COMPANY OF THE SOUTHWEST, CROCKETT COUNTY, TEXAS.--This application for a telephone and telegraph line easement to General Telephone Company of the Southwest covers 4,873.6 rods of line at \$0.05 per rod per year in Sections 23, 24, 26, 34 and 35, Block 29; Sections 4, 9, 16, 20, 21, 29, 32, Block 30; and Sections 4, 5, 8, 9, 17, 20, 29 and 32, Block 31; University Lands, Crockett County, Texas, for a 10-year period beginning January 1, 1958, and ending December 31, 1967. The full consideration of \$2,436.80 for the 10-year period has been received.

MATERIAL SOURCE EASEMENT NO. 1037, TEXAS STATE HIGHWAY COMMISSION, REAGAN COUNTY, TEXAS.--This application for a material source easement to the Texas Highway Commission covers a 22.96-acre tract in Section 3, Block 11, University Lands, Reagan County, Texas, which shall provide road-building materials for construction and maintenance of U. S. Highway 67 in Reagan County, Texas. This additional source of material for construction and maintenance of U. S. Highway 67 is necessary inasmuch as one of the materials sources covered by Highway Right-of-Way Easement No. 934 to the Texas Highway Commission failed to yield the required amount of acceptable material for construction of the project. No consideration is involved in this easement.

HIGHWAY RIGHT-OF-WAY EASEMENT NO. 1038, COUNTY COMMISSIONERS' COURT OF UPTON COUNTY, UPTON COUNTY, TEXAS.--This application for a highway right-of-way easement to the County Commissioners' Court of Upton County, covers a 67.73-acre strip of land in Sections 13, 24, 25, 26 and 35, Block 4 and, Sections 2 and 11, Block 5, University Lands, Upton County, Texas, for use as a public road or highway. No consideration is involved in this easement.

PIPE LINE EASEMENT NO. 1039, COMANCHE GAS COMPANY, PECOS COUNTY, TEXAS.--This application for a pipe line easement to Comanche Gas Company covers 529 rods of 3-1/2 - inch natural gas pipe line at \$0.25 per rod in Sections 6 and 7, Block 28, University Lands, Pecos County, Texas. This easement is for a 10-year period beginning December 1, 1957, and ending November 30, 1967. The full consideration of \$132.25 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1040, THE ATLANTIC REFINING COMPANY, CRANE COUNTY, TEXAS.--This application for a pipe line easement to the Atlantic Refining Company covers 1855.48 rods of 3 - inch pipe line at \$0.25 per rod in Sections 4, 9, 16, 21, 28, and 33, Block 31, University Lands, Crane County, Texas. This easement is for a 10-year period beginning July 1, 1957, and ending June 30, 1967. The full consideration of \$463.87 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1041, THE ATLANTIC REFINING COMPANY, CRANE AND ECTOR COUNTIES, TEXAS.--This application for a pipe line easement to the Atlantic Refining Company covers 651.321 rods of 3 - inch pipe line at \$0.25 per rod in Sections 10 and 12, Block 35, University Lands, Crane and Ector Counties, Texas. This easement is for a 10-year period beginning July 1, 1957, and ending June 30, 1967. The full consideration of \$162.83 for the 10-year period has been received.

ROADSIDE PARK EASEMENT NO. 1042, TEXAS STATE HIGHWAY COMMISSION, ANDREWS COUNTY, TEXAS.--This application for a roadside park easement to the Texas State Highway Commission covers a 0.232 - acre tract in Section 19, Block 13, University Lands, Andrews County, Texas, to be used as a roadside park on State Highway No. 176. It has been agreed that the Texas State Highway Commission shall construct a substantial net or stock-proof fence on the north boundary line separating the roadside park and University Lands. No consideration is involved in this easement.

GAS BOOSTER STATION AND CAMP SITE EASEMENT NO. 1043, PHILLIPS PETROLEUM COMPANY, ANDREWS COUNTY, TEXAS (RENEWAL OF EASEMENT NO. 340).--This application for a combination gas booster station and camp site easement to Phillips Petroleum Company covers 80 acres in the N/2 of SE/4 of Section 31, Block 10, University Lands, Andrews County, Texas, for a 10-year period beginning February 1, 1958, and ending January 31, 1968. The full consideration of \$8,000.00 for the 10-year period, based upon a rate of \$10.00 per acre per year, has been received.

PIPE LINE EASEMENT NO. 1044, PHILLIPS PETROLEUM COMPANY, ANDREWS COUNTY, TEXAS.--This application for a pipe line easement to Phillips Petroleum Company covers the following pipe lines in Sections 4, 5, 9, 10, 13, 14 and 15, Block 1, University Lands, Andrews County, Texas, for a 10-year period beginning December 1, 1957, through November 30, 1967: 1,321.3 rods of 12-3/4 - inch line at \$1.50 per rod; 135.8 rods of 6-5/8 - inch line at \$0.75 per rod; and 5.8 rods of 4-1/2 - inch line at \$0.50 per rod. The full consideration of \$2,086.70 for the 10-year period has been received.

APPLICATION FOR GRAZING LEASE NO. 726, W. R. BISSETT, CROCKETT COUNTY, TEXAS, (RENEWAL OF GRAZING LEASE NO. 595 AND PART OF GRAZING LEASE NO. 597).--This application for renewal of Grazing Lease No. 595 combined with that part of Grazing Lease No. 597 (530.9 acres) which Mr. Bissett held, covers a total of 6,306.8 acres in Block 41, Sections 19 and 30; Block 42, Section 1; Block 44, Sections 21, 22 and 23; and Block 45, Sections 1 through 14, University Lands, Crockett County, Texas. This lease is for a period of five years beginning January 1, 1958, and ending December 31, 1962. Rental is at the rate of \$0.35 per acre for the first year and \$0.42 per acre per year for the following four years, aggregate sum of which is \$12,802.82, to be paid in semi-annual installments as follows: \$1,103.69 on January 1, 1958, and July 1, 1958; and \$1,324.43 on January 1, 1959, and on first day of July and January of each succeeding year until and including July 1, 1962.

APPLICATION FOR GRAZING LEASE NO. 727, FLEET COATES, CROCKETT COUNTY, TEXAS, (RENEWAL OF GRAZING LEASE NO. 594).--This application for renewal of a grazing lease to Fleet Coates covers 14,214.1 acres in Block 44, Sections 20 and 21; Block 45, Sections 5, 6, 7, 14 through 17, 24 through 27; Block 46, Sections 1, 2, 3, 9 through 12, 20, 21, 30; and Block 47, Sections 13 through 18, 23, 24, 25; University Lands, Crockett County, Texas. This lease is for a period of five years beginning January 1, 1958, and ending December 31, 1962. Rental is at the rate of \$0.33 per acre for the first year and \$0.42 per acre per year for the following four years, aggregate sum of which is \$28,570.34, to be paid in semi-annual installments as follows: \$2,345.33 on January 1, 1958, and July 1, 1958; and \$2,984.96 on January 1, 1959, and on the first day of July and January of each succeeding year until and including July 1, 1962.

APPLICATION FOR GRAZING LEASE NO. 728, BISSETT AND HEMPHILL, CROCKETT COUNTY, TEXAS, (RENEWAL OF GRAZING LEASE NO. 596).--This application for renewal of a grazing lease to Bissett and Hemphill, a partnership, covers 20,389 acres in Block 40, Sections 25 and 26; Block 41, Sections 2 through 11, 14 through 22 and 28, 29, 30; Block 42, Sections 1 through 5, 8 through 17, and 20 through 24; University Lands, Crockett County, Texas. This lease is for a period of five years beginning January 1, 1958, and ending December 31, 1962. Rental is at the rate of \$0.35 per acre for the first year and \$0.42 per acre per year for the following four years, aggregate sum of which is \$41,389.68, to be paid in semi-annual installments as follows: \$3,568.08 on January 1, 1958, and July 1, 1958; and \$4,281.69 on January 1, 1959, and on the first day of July and January of each succeeding year until and including July 1, 1962.

APPLICATION FOR GRAZING LEASE NO. 729, MRS. L. W. ANDERSON, WARD, WINKLER AND LOVING COUNTIES, TEXAS, (RENEWAL OF GRAZING LEASE NO. 599).--This application for renewal of a grazing lease to Mrs. L. W. Anderson covers 130,426.8 acres in Blocks 17 through 21, University Lands, Ward, Winkler and Loving Counties, Texas, for a period of five years beginning January 1, 1958, and ending December 31, 1962. Rental is at the rate of \$0.10 for the first year and \$0.15 per acre per year for the following four years, aggregate sum of which is \$91,298.76, to be paid in semi-annual installments as follows: \$6,521.34 on January 1, 1958, and July 1, 1958; and \$9,782.01 on January 1, 1959, and on the first day of July and January of each succeeding year until and including July 1, 1962.

APPLICATION FOR GRAZING LEASE NO. 730, A. B. CONNELL, ECTOR COUNTY, TEXAS, (RENEWAL OF GRAZING LEASE NO. 600).--This application for renewal of a grazing lease to A. B. Connell covers 3,520 acres in Block 35, Sections 1 through 5 and the Northwest one-half of Section 7, University Lands, Ector County, Texas, for a period of five years beginning January 1, 1958, and ending December 31, 1962. Rental is at the rate of \$0.10 per acre for the first year and \$0.15 per acre per year for the following four years, aggregate sum of which is \$2,464.00, to be paid in annual installments as follows: \$352.00 on January 1, 1958; and \$528.00 on January 1, 1959, and on the first day of January of each succeeding year until and including January 1, 1962.

APPLICATION FOR GRAZING LEASE NO. 731, GEORGE BLACKSTONE AND F. M. ELKINS, CROCKETT AND IRION COUNTIES, TEXAS, (RENEWAL OF GRAZING LEASE NO. 694).--This application for renewal of a grazing lease to George Blackstone and F. M. Elkins, a partnership, covers 3,028.7 acres in Block 40, Sections 2, 3, 10, 11, 13, 14, 23 through 26, University Lands, Crockett and Irion Counties, Texas, for a period of five years beginning January 1, 1958, and ending December 31, 1962. Rental is at the rate of \$0.35 for the first year and \$0.42 per acre per year for the following four years, aggregate sum of which is \$6,148.28, to be paid in semi-annual installments as follows: \$530.02 on January 1, 1958, and July 1, 1958; and \$636.03

on January 1, 1959, and on the first day of July and January of each succeeding year until and including July 1, 1962. Grazing Lease No. 731 is a renewal of Grazing Lease No. 694, which was an assignment out of Grazing Lease No. 597 to O. B. Trapp & Company.

APPLICATION FOR GRAZING LEASE NO. 732, SAM MANN, REAGAN AND CROCKETT COUNTIES, TEXAS, (RENEWAL OF GRAZING LEASE NO. 591).--This application for renewal of a grazing lease to Sam Mann covers 6,739.1 acres in Block 7, Sections 12, 13, 14, 21 through 26, 33, 34, 35; and Block 12, Sections 18, 19, 30, 31; University Lands, Reagan and Crockett Counties, Texas, for a period of five years beginning January 1, 1958, and ending December 31, 1962. Rental is at the rate of \$0.40 for the first year and \$0.50 per acre per year for the following four years, aggregate sum of which is \$16,173.88, to be paid in semi-annual installments as follows: \$1,347.82 on January 1, 1958, and July 1, 1958; and \$1,684.78 on January 1, 1959, and on the first day of July and January of each succeeding year until and including July 1, 1962.

APPLICATION FOR GRAZING LEASE NO. 733, E. H. LINTHICUM AND SON, IRION AND CROCKETT COUNTIES, TEXAS, (RENEWAL OF GRAZING LEASE NO. 598).--This application for renewal of a grazing lease to E. H. Linthicum and Son covers 9,204.3 acres in Block 40, Sections 3 through 10, 14 through 17, 20 through 23, 25 through 29; and Block 41, Sections 2 through 5; University Lands, Irion and Crockett Counties, Texas. This lease is for a period of five years beginning January 1, 1958, and ending December 31, 1962. Rental is at the rate of \$0.35 for the first year and \$0.42 per acre per year for the following four years, aggregate sum of which is \$18,684.70, to be paid in semi-annual installments as follows: \$1,610.75 on January 1, 1958, and July 1, 1958; and \$1,932.90 on January 1, 1959, and on the first day of July and January of each succeeding year until and including July 1, 1962.

APPLICATION FOR GRAZING LEASE NO. 734, MRS. S. M. OWENS, REAGAN AND UPTON COUNTIES, TEXAS, (RENEWAL OF GRAZING LEASE NO. 593).--This application for renewal of a grazing lease to Mrs. S. M. Owens covers 14,069.1 acres in Block 1, Sections 6, 7, 18, 19, 30, 31; and Block 4, Sections 3 through 24, and 28 through 33; University Lands, Reagan and Upton Counties, Texas. This lease is for a period of five years beginning January 1, 1958, and ending December 31, 1962. Rental is at the rate of \$0.40 per acre for the first year and \$0.50 per acre per year for the following four years, aggregate sum of which is \$33,765.88, to be paid in semi-annual installments as follows: \$2,813.82 on January 1, 1958, and July 1, 1958; and \$3,517.28 on January 1, 1959, and on the first day of July and January of each succeeding year until and including July 1, 1962.

APPLICATION FOR GRAZING LEASE NO. 735, MRS. N. D. BLACKSTONE, TERRELL COUNTY, TEXAS, (RENEWAL OF GRAZING LEASE NO. 601).--This application for renewal of a grazing lease to Mrs. N. D. Blackstone covers 12,203.6 acres in Block 37, Sections 1 through 24, University Lands, Terrell County, Texas, for a period of five years beginning January 1, 1958, and ending December 31, 1962. Rental is at the rate of \$0.35 per acre for the first year and \$0.42 per acre per year for the following four years, aggregate sum of which is \$24,773.34, to be paid in semi-annual installments as follows: \$2,135.63 on January 1, 1958, and July 1, 1958; and \$2,562.76 on January 1, 1959, and on the first day of July and January of each succeeding year until and including July 1, 1962.

APPLICATION FOR GRAZING LEASE NO. 736, TROY WILLIAMS, CROCKETT COUNTY, TEXAS, (RENEWAL OF GRAZING LEASE NO. 590 AND GRAZING LEASE NO. 693).--This application for renewal of Grazing Lease No. 590 combined with Grazing Lease No. 693 covers a total of 10,564 acres in Block 42, Sections 1, 12, 13, 24; Block 45, Sections 11 through 14, 17 through 24, 27, 28, 29, 30; University Lands, Crockett County, Texas. Grazing Lease No. 693 (344.0 acres) was an assignment of part of Grazing Lease No. 597 from O. B. Trapp Company to Mr. Williams. This lease is for a period of five years beginning January 1, 1958, and ending December 31, 1962. Rental is at the rate of \$0.35 per acre for the first year and \$0.42 per acre per year for the following four years, aggregate sum of which is \$21,444.92, to be paid in semi-annual installments as follows: \$1,848.70 on January 1, 1958, and July 1, 1958; and \$2,218.44 on January 1, 1959, and on the first day of July and January of each succeeding year until and including July 1, 1962.

APPLICATION FOR GRAZING LEASE NO. 737, J. E. HILL, ANDREWS COUNTY, TEXAS, (RENEWAL OF GRAZING LEASE NO. 586).--This application for renewal of a grazing lease to J. E. Hill covers 24,909.2 acres in Block 13, Sections 1 through 33 and 40 through 45, University Lands, Andrews County, Texas, for a period of five years beginning January 1, 1958, and ending December 31, 1962. Rental is at the rate of \$0.13 per

acre for the first year and \$0.20 per acre per year for the following four years, aggregate sum of which is \$23,165.56, to be paid in semi-annual installments as follows: \$1,619.10 on January 1, 1958, and July 1, 1958; and \$2,490.92 on January 1, 1959, and on the first day of July and January of each succeeding year until and including July 1, 1962.

CALICHE PERMIT NO. 116, PHILLIPS PETROLEUM COMPANY, ANDREWS COUNTY, TEXAS.--This application for a caliche permit to Phillips Petroleum Company provides for the removal of 168 cubic yards of caliche from Section 36, Block 11, University Lands, Andrews County, Texas, at the rate of \$0.25 per cubic yard. The full minimum consideration of \$50.00 has been received.

RATIFICATION OF WATER CONTRACT NO. 74, HENRY L. STAFFORD, ANDREWS COUNTY, TEXAS.--This water lease contract to Henry L. Stafford, a subcontractor on a road construction project in Andrews County, will grant the right and privilege of producing water from a well located in Block 1, University Lands, Andrews County, Texas, for a period of one year beginning August 1, 1957, and ending July 31, 1958. Consideration is at the rate of \$0.10 for each 1,000 gallons for all water produced, payments to be made every three months covering the amount of water produced during the preceding three-month period. The amount of water produced shall be properly measured by Mr. Stafford and a true and accurate quarterly statement showing the total number of gallons of water so produced during the preceding three months shall be filed not later than the 15th day of the following calendar month. The contract has been signed by the Endowment Officer. Ratification of this water lease contract is recommended.

RATIFICATION OF WATER CONTRACT NO. 75, BOGLE OIL COMPANY, ANDREWS COUNTY, TEXAS.--This water lease contract to Bogle Oil Company will grant the right and privilege of producing water from Section 17, Block 14, University Lands, Andrews County, Texas, for the purpose of drilling Bogle Oil Company's Fisher Oil Well No. 1, located in Section 4, Block A-36, P.S.L. Survey, Andrews County, Texas. The full consideration of \$500.00 has been received. The contract has been signed by the Endowment Officer. Ratification of this water lease contract is recommended.

WATER CONTRACT NO. 76, McMILLAN-MOOR, HUDSPETH COUNTY, TEXAS.--This water lease contract to McMillan-Moor, a joint venture of Mr. Hugh McMillan and Lee Moor Contracting Company, will grant the right and privilege of producing water from a well located approximately three miles south of Highway No. 180 in Block E, University Lands, Hudspeth County, Texas, for the period beginning January 1, 1957, and ending October 6, 1957. Consideration is at the rate of \$0.10 per 1,000 gallons for all water produced, payments to be made every three months covering the amount of water produced during the preceding three-month period. The amount of water produced shall be properly measured by McMillan-Moor and a true and accurate quarterly statement showing the total number of gallons of water so produced during the preceding three months shall be filed not later than the 15th day of the following calendar month. The contract has been signed by the Endowment Officer. Ratification of this water lease contract is recommended.

TELEPHONE AND TELEGRAPH EASEMENT NO. 1045, SOUTHWESTERN BELL TELEPHONE COMPANY, HUDSPETH COUNTY, TEXAS.--This application for a telephone and telegraph easement covers a tract 50' by 50' on the west side of FM Road #111, in Section 13, Block J, University Lands in Hudspeth County, Texas for the construction of a Repeater hut for housing equipment for extension of telephone service in the area. The period is January 1, 1958 through December 31, 1967, and the rental \$50.00 per year for the 10-year period payable in advance. The full consideration of \$500 for the 10-year period has been received.

REPORT OF SIGNING OF WATER CONTRACT NO. 71 WITH ANDREWS INDEPENDENT SCHOOL DISTRICT.--In accordance with action by the Board of Regents on January 12, 1957, Water Exploration Permit and Lease Option Agreement covering approximately 88,000 acres of University Lands in Andrews County has been executed on behalf of the School District and by the Chairman on behalf of the Board of Regents, and payment of \$2,500 covering exploration rights for the five-year period has been received from the School District.

REPORT ON FILING OF VACANCY SUIT IN DISTRICT COURT OF PECOS COUNTY BY E. H. COX.--It was reported to the Board of Regents on October 11, 1957, that the E. H. Cox vacancy application, S.F. 15880, was denied by the Commissioner of the General Land Office on September 17, 1957. The application involves the west boundary of Blocks 22, 23, and 24, University Lands in Pecos County. Citation has now been served on the Chairman of the Board of Regents giving notice of suit by E. H. Cox in the 83rd District Court of Pecos County in the nature of an appeal from the denial of the vacancy by the Commissioner of the General Land Office. A copy of the citation and petition has been referred to the Attorney General with a request that he represent the Board of Regents in the matter.

REPORT OF PURCHASES AND SALES OF SECURITIES.--The following purchases and sales of securities have been made for the Trust and Special Funds since the report of October 11, 1957. We ask that the Board ratify and approve these transactions:

PURCHASES		
Date	Security	Principal Cost
10/17/57	\$4,000 par value The Procter & Gamble Company 3-7/8% S. F. Debentures, due 9/1/81, purchased at 96-3/4 to yield 4.09% to maturity (Funds Grouped for Investment)	\$3,880.00
12/ 4/57	80 Shares Standard Oil Company of New Jersey Capital Stock, purchased at \$44.00 plus 30 rights per share (Hogg Foundation: W. C. Hogg Estate Fund)	3,520.00
	3 Shares Ditto (Hogg Foundation: Varner Properties)	132.00
	26 Shares Ditto (Funds Grouped for Investment)	1,144.00
	300 Rights to subscribe for Standard Oil Company of New Jersey Capital Stock, purchased from Walter Henry Scherer Fund for Dentistry (Funds Grouped for Investment)	60.95
12/12/57	\$4,000 Certificate of Deposit of The Austin National Bank of Austin, Texas, due June 12, 1958, to yield 3% per annum (John Charles Townes Foundation - Patman Trust Fund)	4,000.00
	\$5,000 maturity value United States Treasury Bills, due 4/15/58, purchased to yield 2.90% to maturity, with a discount of \$49.94 for 124 days (Murray Case Sells Foundation Student Loan Fund)	4,950.06
12/17/57	\$7,000 par value Consolidated Natural Gas Company 5% Debentures, due September 1, 1982, purchased at 108.3928571 to yield 4.42% to maturity (Funds Grouped for Investment)	7,605.00
12/22/57	\$8,000 Certificate of Deposit of The Austin National Bank of Austin, Texas, due June 22, 1958, to yield 3% per annum (Ford Foundation for the School of Law)	8,000.00
12/31/57	1-25/100ths shares Gulf Oil Corporation Capital Stock, purchased from Wilbur S. Davidson Education Fund and Rosalie B. Hite Endowment for Cancer Research to round out stock dividend received on December 5, 1957. (Funds Grouped for Investment)	
SALES		
Date	Security	Net Proceeds
12/4/57	10 Rights to subscribe for Standard Oil Company of New Jersey Capital Stock (Hogg Foundation: Varner Properties)	\$ 2.03
	12 Rights Ditto (La Verne Noyes Foundation)	2.44
	300 Rights Ditto (Walter Henry Scherer Fund for Dentistry)	60.95
12/13/57	42/100ths fractional share The Dow Chemical Company Common Stock (Funds Grouped for Investment)	
	8/100ths Ditto (Hogg Foundation: W. C. Hogg Estate Fund)	

SALES (Continued)		Net Proceeds
Date	Security	
12/13/57	8/100ths Ditto (Wilbur S. Davidson Educational Fund)	
	8/100ths Ditto (Will C. Hogg Memorial Scholarships Endowment)	
12/31/57	45/100ths fractional share Gulf Oil Corporation Capital Stock (Hogg Foundation: W. C. Hogg Estate Fund)	
	65/100ths Ditto (Wilbur S. Davidson Educational Fund)	
	65/100ths Ditto (Rosalie B. Hite Endowment for Cancer Research)	
	45/100ths Ditto (The Will Rogers Memorial Scholarship Fund)	
12/31/57	48/100ths fractional share Monsanto Chemical Company Common Stock (Funds Grouped for Investment)	

PURCHASES MADE BY TEXAS WESTERN COLLEGE

Date	Security	Principal Cost
11/7/57	\$40,000 U. S. Treasury Bills, dated 11/7/57, due 2/6/58, purchased at 99.097 to yield 3.57% (Building Fund Amendment (5¢ Ad Valorem Tax) Funds)	\$39,638.80
11/7/57	\$33,000 U. S. Treasury Bills, dated 11/7/57, due 2/6/58, purchased at 99.097 to yield 3.57% (Student Union Building Construction Funds - Fees)	32,702.01
11/57	\$9,000 U. S. 2-1/2% Treasury Bonds, due 11/15/61, pur- chased at 94-8/32 (Dormitory Revenue Bond Reserve Fund)	8,482.50

ARTS AND SCIENCES FOUNDATION - RECOMMENDATION RE SALE OF COMMON STOCK
GIFT.--An anonymous donation of the following stocks has been made to The University of Texas Arts and Sciences Foundation to be used as a scholarship for some needy Plan II student:

- 19.864 Shares Investors Mutual, Inc., Special Capital Stock
- 28 Shares Allied Finance Co., Dallas, Texas, Capital Stock
- 1 Share Pittston Company Common Stock

This gift is being presented to the Board of Regents for acceptance in the President's Docket at the current meeting. The donor has stated that the securities are to be sold as soon as practicable and the proceeds used for the purpose stated. Accordingly, it is recommended that the Endowment Officer be authorized to sell the stocks listed above and to turn over the net proceeds to the Auditor for the benefit of the Arts and Sciences Foundation to be used as stipulated by the donor.

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

TOREADOR ROYALTY CORPORATION - REPORT ON PENDING MATTERS AND RECOMMENDATION FOR PROXIES FOR STOCKHOLDERS' MEETINGS.--On October 11, 1957, there was reported to the Board of Regents a tentative proposal, received through Lazard Freres, investment bankers, for the exchange of certain mineral interests to Toreador Royalty Corporation for Common Stock of Toreador, par value $62\frac{1}{2}\phi$ per share, which would be issued after action by its stockholders for an increase in the Corporation's authorized capital stock. The Board of Regents, holding as Trustee all 800,000 shares of the Preferred Stock of the Corporation for the Toreador Trust Fund for Salary Supplementation for the School of Law, expressed its approval of the general plan proposed and authorized the two Directors representing the Preferred Stock, James L. Shepherd, Jr., and Endowment Officer Stewart, to vote as Directors for such plan, and constituted these two as proxies to vote the Preferred Stock in favor of increasing the authorized Common Stock.

Thereafter, meetings of the Board of Directors of the Corporation were held on November 6 and 7, November 25, and December 12 for consideration of the pending proposal, and a contract dated December 12, 1957, has been entered into between Toreador Royalty Corporation and Pease River Cattle Corporation providing for the following:

- (1) Increase of Toreador's authorized Common Stock from 800,000 shares to 2,000,000 shares, all $62\frac{1}{2}\phi$ per share par value.
- (2) Increase of Toreador's Board of Directors to ten from the present seven by increasing Directors representing Common Stock from five to eight and election of three new Directors nominated by Pease River Cattle Corporation.
- (3) Issuance and delivery by Toreador of 310,000 shares of its newly authorized Common Stock to Pease River Cattle Corporation in exchange for approximately 115,125 net acres of minerals, most of which are in Texas with a small portion in Montana and the larger portion being an undivided interest under acreage out of the old Matador Land and Cattle Company under which Toreador presently holds an undivided interest.

Notice of Special Meeting of Stockholders on January 13, 1958, to consider and act on (1) and (2) above has been issued (copy of Notice and Proxy Statement in Secretary's files); and, if necessary action is taken at that meeting, it is expected that the exchange with Pease River Cattle Corporation will be closed shortly thereafter.

It is recommended that the Board of Regents constitute James L. Shepherd, Jr., Wm. W. Stewart and John Mackenzie, Jr. each or either of them, as its proxies to vote the Preferred Stock of Toreador Royalty Corporation at the Special Meeting of Stockholders called for January 13, 1958, for items (1) to (3), inclusive, set out in the Notice of such meeting, and with respect to such other business as may come before the special meeting or any adjournment or adjournments thereof.

It is further recommended that the Board of Regents constitute James L. Shepherd, Jr., and Wm. W. Stewart and each or either of them as proxies to vote the Preferred Stock at any other meeting of Stockholders of Toreador Royalty Corporation held prior to the next meeting of the Board of Regents.

M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE - RECOMMENDATION RE DEED FROM W. W. KING.--Mr. W. W. King of Bronson, Texas, has delivered to M. D. Anderson Hospital and Tumor Institute a deed which he executed on October 29, 1957, purporting to convey to the University as a gift a 5-acre tract in the Brazos Coast Investment Company's Subdivision, an undivided one-half interest in another tract of 5 acres in the same Subdivision, the oil, gas and other minerals under 15 acres in the same Subdivision, and 4 lots in the City of Velasco, all in Brazoria County, Texas. Investigation by the Business Manager of M. D. Anderson Hospital and Tumor Institute, the Land and Trust Attorney, and the Endowment Officer has established that Mr. King's title to the portions of this property of any significant value, and probably to all of it, is subject to serious question.

It is recommended, Dr. Clark concurring, that the Board of Regents decline this gift, and that President Wilson return the deed to Mr. King with expressions of regret.

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

HOGG FOUNDATION: VARNER PROPERTIES - REPORT AND RECOMMENDATION RE DELINQUENT TAXES ON VARNER BUILDING SOLD TO PAPPAS COMPANY, INC. UNDER VENDOR'S LIEN AND DEED OF TRUST NOTE.--As of July 8, 1954, the Board of Regents as Trustee sold to Pappas Company, Inc., the Varner Building Property at Louisiana and Preston in Houston for a total of \$550,000 of which \$100,000 was paid in cash and the balance, evidenced by Vendor's Lien and Deed of Trust Note is payable in monthly installments over a period of 25 years. Monthly installments, presently at \$2,376.00 each, including interest, have been made promptly. Present principal balance is \$414,867.66. Interest is at 4% to January 15, 1960, and thereafter at 4 1/2%. The Deed of Trust carries customary provisions as to insurance on the building and payment of ad valorem taxes before they become delinquent.

Early in 1957, it was determined that taxes had become delinquent on the property. Pappas Company, Inc., in June, after inquiries from the Endowment Office, sent receipts showing recent payment of all 1956 taxes on the property and stated that arrangements had been made on taxes for prior years (1954 and 1955). It was understood such arrangement was for installment payments to the tax collectors.

Since June, three letters from the Endowment Office and one from the Land and Trust Attorney urging a report on the matter brought no response. Delinquent tax statements dated in December, 1957, indicate no payments on 1954 and 1955 taxes. Delinquent 1954 and 1955 City and Independent School District taxes, including penalties and interest, are shown at \$28,568.85. City and Independent School District taxes for 1957 not paid at date of statement and becoming delinquent January 1, 1958, amount to \$8,506.40. Delinquent 1954 and 1955 State and County taxes, including penalties and interest, amount to \$6,624.59; and 1957 taxes not paid at date of statement and becoming delinquent February 1, 1958, amount to \$2,395.96.

It is recommended that the Board of Regents authorize the Endowment Officer to notify Pappas Company, Inc., that the Board expects to direct at its next following meeting immediate foreclosure proceedings unless all delinquent taxes have been paid in full by that date or a plan of retirement of these taxes satisfactory to the Board is presented at that meeting.

HOGG FOUNDATION: VARNER PROPERTIES - REPORT AND RECOMMENDATION RE INSURANCE CARRIED BY LESSEE ON TEXAS STATE HOTEL PROPERTY.--The 99-year lease, as amended, covering the Texas State Hotel (Finnigan) Property in Houston provides that the Lessee, now Houston Industries, Inc., shall carry insurance on the improvements against fire and other hazards customarily insured against in the amount of at least 75% of the insurable value. The insurance is to be carried "by standard insurance companies of recognized responsibility and credit, authorized to do business in the State of Texas, satisfactory to the Lessor". The policies are to provide for loss payable to the First National Bank in Houston, Trustee.

Present fire and extended coverage insurance carried by the Lessee is as follows:

<u>Company</u>	<u>Amount</u>
American General Insurance Co.	\$ 830,000
Aetna Insurance Co.	100,000
Reliance Marine Insurance Co. Ltd.	470,000
Maritime Insurance Co. Ltd.	150,000
Fireman's Fund Insurance Co.	50,000
Fire Association of Philadelphia	75,000
U. S. Fire Insurance Co.	25,000
Niagara Fire Insurance Co.	300,000
	<u>\$2,000,000</u>

This total coverage is approximately 85% of the estimated present insurable value of the improvements of approximately \$2,367,000. The estimate has been furnished the University by an independent agent believed competent.

It is recommended that the Board of Regents as Lessor approve this coverage as meeting the requirements under the lease, with the Endowment Officer to notify First City National Bank of Houston, Successor Trustee under the agreement, of such approval.

TEXAS WESTERN COLLEGE, CANCELIATION OF LEASE TO SIDNEY A. STALLMAN, COTTON ESTATE PROPERTY, EL PASO, TEXAS.--At the June, 1957 meeting of the Board of Regents, approval was given for a lease to Mr. Sidney A. Stallman on approximately 2.5 acres in the Cotton Estate property fronting on both Fifth and Sixth Streets for the operation of a used pipe and machinery and scrap metal business. It then developed that Mr. Stallman encountered unforeseen difficulties in carrying out his plans and was unable to enter into the lease.

It is recommended, with the approval of President Holcomb and Business Manager Smith of Texas Western College, that the authorization for the lease be cancelled.

HUNTINGTON LANDS - RIGHT-OF-WAY EASEMENT, SOUTHWESTERN BELL TELEPHONE COMPANY, GALVESTON COUNTY, TEXAS.--This application from Southwestern Bell Telephone Company is for the renewal of a right-of-way easement 872 rods in length for a buried cable line across certain of the Huntington Lands belonging to the University in Galveston County, Texas, out of the Sam Bundick Survey, Abstract No. 7. The easement is adjacent and parallel to the Southern Pacific Railroad tracks. The period is November 1, 1957 through October 31, 1967 at \$0.05 per rod per year payable in advance for the 10-year period, a total of \$436.00.

M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE: ROSALIE B. HITE ESTATE - OFFER FROM BEN TAUB ET AL FOR PURCHASE OF PROPERTY AT CAPITOL AND LA BRANCH, HOUSTON, TEXAS.--Mr. Ben Taub and associates of Houston, who own the property adjoining on both sides, have offered \$42,500.00 for the Hite Property on the southwest corner of Capitol and La Branch in Houston. The property has been described as 50' by 100' out of Lots 4 and 5, Block 76 SSBB, plus a strip of 5 feet along the east side quitclaimed by the City of Houston in 1924 and described as an encroachment into La Branch Street as approved by the City Council. This would give a frontage of 55 feet on Capitol Avenue and 100 feet on LaBranch Street. However, other ownership records show only 50 feet on Capitol Avenue owned by the University, and some title conflict with the Taub property has been anticipated if ownership of 55 feet is to be supported.

The University's property is unimproved, as is the major portion of the block, and is under a one-year parking lot lease to Clyde Paul, subject to cancellation, at \$150 per month. Mr. Paul also rents the Taub property, and no better rental proposals have been obtained on the University's property due to its size and the difficulty of operating it separately as a profitable parking lot. The property is 5 blocks east of Main Street in an area offering no significant prospects for increment in value. It is carried on the University's books at \$17,500, the appraised value in the Hite Estate in 1944. In January, 1956, it was appraised at \$15 per square foot by M. H. James of Houston. In September, 1957, it was appraised by Neville F. Allison at \$8 per square foot, after appropriate analysis of recent transactions in the neighborhood, and it is believed the Allison appraisal is near the true market value. His figure is \$40,000 for frontage of 50 feet on Capitol Avenue and \$44,000 for frontage of 55 feet.

The Taub offer is made subject to negotiation of terms. Taking into account the appraisals, the area in which the property is located, the size of the property and control of the surrounding property by Mr. Taub, and the fact that this is the only asset in the Hite Fund for the benefit of M. D. Anderson Hospital, it is recommended that the Board of Regents approve sale of the property to Mr. Ben Taub or his nominees, this to cover all that is owned by the Board in this tract but with appropriate qualification of warranties depending on further title examination, for \$42,500 payable not less than 50% on delivery of deed and the remainder over a period of 5 years with interest at $5\frac{1}{2}\%$ per annum. The authority for sale on these terms is conditioned on execution of a contract of sale by the Purchasers and by the Chairman of the Board not later than February 11, 1958, which shall provide for deposit of earnest money by the purchasers in the amount of 5% of the purchase price. The University would agree to furnish complete abstracts or title policy, at the election of the purchaser, and to furnish a survey.

MEDICAL BRANCH: SIVERT BROWN ESTATE - PROPOSAL FOR SALE OF 15 ACRES, JOHN CUMMINGS LEAGUE, ABSTRACT 57, BRAZORIA COUNTY, TEXAS, TO LEON FINLEY.--A tract of approximately 15 acres in the John Cummings League about 2 miles from the town of Sweeny was acquired from the Estate of Sivert Brown in 1934 in settlement of an account due John Sealy Hospital. It has been rented for several years to Mr. Leon Finley, who lives in the area, for grazing purposes. Present rental is \$1 per acre annually. It is partially fenced, and Mr. Finley uses it with three other small tracts which he rents. The University's tract is about $\frac{3}{4}$ mile from Mr. Finley's home and the nearest road. It is near the Oil Ocean Oil Field but tests

to date in the immediate area have brought no prospects of production. It has been leased again in recent weeks to Pan American Petroleum Corporation for bonus of \$50 per acre and annual delay rental of \$7.50 per acre.

Mr. Finley has expressed a desire to buy the surface for cash, desiring to obtain a small royalty interest with the surface, and has indicated he will pay \$75 per acre. This price is in line with one other recent sale in the area, and investigation of opinions in the area indicates this to be a fair value, taking into account the size of the tract and problems of access. It is recommended that the Board of Regents authorize sale of this tract to Leon Finley for \$75 per acre cash, all minerals to be reserved except for a perpetual, non-participating royalty interest of 1/32 to be conveyed to the purchaser, provided Mr. Finley signs a contract of sale approved by the Endowment Officer and the Land and Trust Attorney not later than February 11, 1958, and deposits \$100 earnest money. The University would furnish a survey and a title guaranty policy.

TRUST AND SPECIAL FUNDS - REVENUE BOND FINANCING MATTERS.--

MAIN UNIVERSITY - PROPOSED EXPANSION OF TEXAS UNION BUILDING - FILING OF FINAL LOAN APPLICATION WITH HOUSING AND HOME FINANCE AGENCY.--In response to our request of November 14, 1957, approval was given by the Housing and Home Finance Agency for an extension of time to January 22, 1958 for filing the final application for expansion of the Union Building at the Main University. Approval of the preliminary plans and specifications for the project is being recommended through the Building and Grounds Committee at this meeting. In line with authorizations given at the June, 1957 meeting of the Board, the sum of \$1,500,000 at 2-7/8% interest is to be available through the Housing and Home Finance Agency with the remaining \$400,000 of bonds to be sold by the University.

Ratification of the extension of time and the filing of the final application is recommended.

FOR ACTION OF **61**
Regents
SEE MINUTES OF

II. SPECIAL ITEMS

A. APPROVAL OF MINUTES, NOVEMBER 21-22, 1957
MEETING. --The minutes of the meeting of the Board
of Regents for November 21-22, 1957, upon motion of
_____, seconded by _____
_____, were approved in the form as sub-
mitted by the Secretary to each member.

B. SCHEDULE OF MEETINGS. --The Board scheduled the
following meetings:

C. APPROVAL OF DOCKET. --President Wilson mailed
to each member of the Board in advance of the meet-
ing a docket for Central Administration. To this docket
he had attached and incorporated the dockets of the
component institutions of The University of Texas;
namely:

- Main University and Extramural Divisions -
submitted by Vice-President and Provost
Harry H. Ransom
- Texas Western College -
submitted by President Dysart E. Holcomb
- Medical Branch -
submitted by Executive Director John B.
Truslow
- Dental Branch -
submitted by Dean John V. Olson
- M. D. Anderson Hospital and Tumor Institute -
submitted by Director R. Lee Clark, Jr.
- Southwestern Medical School -
submitted by Dean A. J. Gill
- Postgraduate School of Medicine -
submitted by Dean Grant Taylor

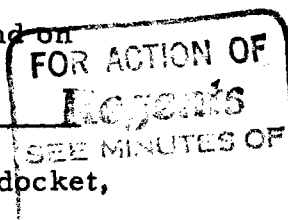
This was read by President Wilson when docket was adopted.
May I call to your attention that the docket has been revised slightly
and further that a travel supplement has been attached as has a report
of Reappropriation of 1956-57 General Budget Balances to the 1957-58
General Budget Accounts. A copy of the travel supplement is at your
desk.

The only revision of any consequence is that the Director of Hospitals
has also been named Professor of Hospital Administration (this gives tenure)
and the effective date has been changed to February 1, 1958.

Also in order to comply with the code of ethics, we have deleted
from Page M-15 the item PURCHASE FROM A STAFF MEMBER.

Item M-15 - 92. staff member

Upon the recommendation of President Wilson and on motion of _____, seconded by _____, the Central Administration docket, dated January 2, 1958, was approved as presented.



However, Item 2 of Faculty Legislation on Page M-15 will be presented as a special item for final approval at the next meeting in order to conform to the existing regulations for adopting amendments (Part I, Chapter V, Section 2 of the Rules and Regulations of the Board of Regents for the Government of The University of Texas, Sixth Edition).

D. REPORTS FOR RECORD

1. Membership, University Development Board. --

President Wilson called to the attention of the Board that the records in the Office of the Secretary of the Board of Regents do not include any formal report of the membership of the University Development Board. The only members referred to are those appointed by the Board of Regents. He requested, in order to complete the records, that the membership of the University Development Board be inserted in the minutes. The members of the Development Board as of January 1, 1958, are listed below. All members

had been appointed in accordance with the action
of the Board of Regents January 23, 1954 (Perma-
nent Minutes, Volume I, Page 343)

MEMBERS OF UNIVERSITY DEVELOPMENT BOARD
JANUARY 1, 1958

Name

Term Expires

Appointed by Ex-Students Executive Council:

Mr. J. M. Odom, Chairman	August 31, 1958
Mr. Hines H. Baker	August 31, 1962
General J. M. Bennett, Jr.	August 31, 1958
Mr. L. H. Cullum	August 31, 1960
Mr. C. R. Smith	August 31, 1962

Elected by General Faculty, Main University:

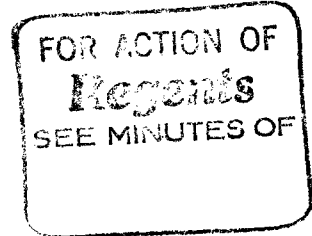
Doctor Harry H. Ransom	August 31, 1960
Doctor Roger J. Williams	August 31, 1958

Appointed by Board of Regents:

Mr. J. A. Gooch	August 31, 1962
Mr. George P. Hill	August 31, 1958
Mr. A. G. McNeese	August 31, 1960
Mrs. Ben F. Vaughan, Jr.	August 31, 1960
Mr. Dan C. Williams	August 31, 1962

Ex Officio Member:

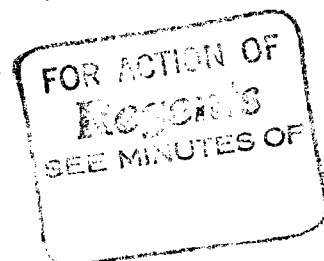
President Logan Wilson



2. Recommendation to Texas Commission on Higher Education re Selected Programs (Home Economics, Main University). -- Pursuant to action taken at the November meeting, President Wilson submitted by mail to each member of the Board the following revised recommendation concerning the report to the Texas Commission on Higher Education with regard to the program in Home Economics at the Main University:

For the foreseeable future, all doctoral programs in Home Economics should be conducted at Denton. At the same time, in view of the fact that the Commission reported that the University's long session undergraduate semester credit hour total in Home Economics was larger than at any other Texas institution, there is no question but that the bachelor's program should be maintained and strengthened. Recognizing the need to develop a strong and well-rounded graduate program in at least one institution, The University of Texas would relinquish all master's degree work, with the exception of one area of specialization in which it has already achieved considerable eminence. This is the field of Nutrition, in which the University has the additional advantage of a very outstanding supporting program in Bio-Chemistry. It is our proposal that all other areas of specialization be dropped.

This recommendation was approved by the Board by mail ballot, and President Wilson submitted it to the Commission December 10, 1957.



THE UNIVERSITY OF TEXAS
OFFICE OF THE PRESIDENT
AUSTIN 12

640
B-757

November 27, 1957

Memorandum

To: Mr. Leroy Jeffers
Mr. J. P. Bryan
Mrs. Charles Devall
Mr. Thornton Hardie
Mr. J. Lee Johnson, III
Mr. Lee Lockwood
Dr. Marton M. Minter
Mr. J. R. Sorrell
Mr. Joe C. Thompson

In accordance with your request at the Galveston meeting, we have reviewed our recommendation concerning the report of the Commission on Higher Education with regard to phasing out masters degree work in Home Economics. Our original recommendation to you read as follows:

For the foreseeable future, all doctoral programs in Home Economics should be conducted at Denton. At the same time, bachelor's and master's degrees should be offered at the University. Only certain fields, however, should be given special emphasis here. In the main, these fields should fortify or be fortified by programs already well established: e.g., (1) Nutrition (with Bio-Chemistry); (2) Family Economics (with Sociology and Economics); (3) Child Development (with Psychology).

Our new recommendation is as follows:

For the foreseeable future, all doctoral programs in Home Economics should be conducted at Denton. At the same time, in view of the fact that the Commission reported that the University's long session undergraduate semester credit hour total in Home Economics was larger than at any other Texas institution, there is no question but that the bachelor's program should be maintained and strengthened. Recognizing the need to develop a strong and well-rounded graduate program in at least one institution, The University of Texas would relinquish all master's degree work, with the exception of one area of specialization in which it has already achieved considerable eminence. This is the field of Nutrition, in which the University has the additional advantage of a very

outstanding supporting program in Bio-Chemistry. It is our proposal that all other areas of specialization be dropped.

You will note that we are phasing out all claims for offering any master's degree work except in one field of specialization. Please indicate at your earliest convenience whether you approve our new recommendation. I need to get a report to the Commission in advance of their meeting here on December 16.

Logan Wilson

LW k

cc: Miss Theiford

APPROVED: _____

DISAPPROVED: _____

*approved by majority of Board 12/10/59
and letter mailed to Dr. Green as of that date.
(We'll send you a vx of the letter to Dr. Green.)*

Handwritten notes:
3/22/58
v. Union Party

SUPPLEMENTAL AGENDA FOR MEETING OF
BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS
JANUARY 10-11, 1958

	<i>Page</i>
I. <u>Documentation for Items on Original Agenda</u>	
A. Blanket System-Wide Policies for Money and Securities Insurance and Blanket Position Fidelity Bond (Ratification of Award of Contracts)	66
B. <i>Associate Architect, Expansion Tex. Univ. Bldg.</i> Buildings and Grounds Matters	69 70
II. <u>Additional Items to Original Agenda</u>	
A. Purchase of Law Library, Judge Scott Gaines	72
No documentation	
B. Ratification, Acceptance of Gift from Miss Ima Hogg	73
No documentation	
C. Land and Investment Matters	77

THE UNIVERSITY OF TEXAS
OFFICE OF THE COMPTROLLER
AUSTIN 12

January 6, 1958

FOR ACTION OF
1/10/58
12:15 P.M. OF

To: The Board of Regents of The University of Texas

Subject: REPORT OF AWARDS OF CONTRACTS ON BLANKET SYSTEM-WIDE POLICIES
FOR MONEY AND SECURITIES INSURANCE AND BLANKET POSITION FIDELITY
BOND

Mrs. Devall and Gentlemen:

On November 14, 1957, specifications for money and securities and fidelity insurance coverages were presented to various insurance agents by Comptroller Sparenberg. They were asked to make proposals for three-year policies on three bases: (1) a blanket system-wide money and securities broad form policy, (2) a system-wide blanket position fidelity bond, and (3) a comprehensive dishonesty, disappearance and destruction policy.

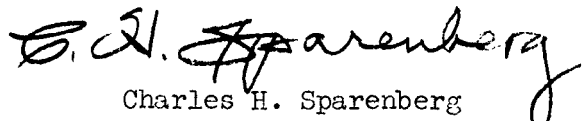
Enclosed is a copy of the Tabulation of Bids on Money and Securities and Fidelity Insurance opened at 10:00 A. M., December 5, 1957, in the Office of the Comptroller.

The bid of \$1,355.70 for a three-year money and securities policy, submitted by Hartford Accident and Indemnity Company through their agent, The Robbins, Montgomery and Nieman Company, has been accepted. The bid of \$4,219.40 for a three-year blanket position bond, submitted by The Travelers Indemnity Company through their agent, Chiles, McCallum and Nagle, has been accepted. Both policies are effective December 15, 1957.

Copies of the two new policies, invoices, and schedules showing the proration by branches of the premiums charged are being furnished to all Branch Business Managers.

The awards recommended were approved by Vice-President Dolley, for the President's Office, before they were made by the Comptroller. Your ratification of these actions is requested.

Very truly yours


Charles H. Sparenberg
Comptroller

CHS:jn

Encl.

Copies to: Dr. Logan Wilson
Dr. J. C. Dolley
Miss Betty Anne Thedford
Mr. A. R. Massey

TABULATION OF BIDS
MONEY AND SECURITIES AND FIDELITY INSURANCE
THE UNIVERSITY OF TEXAS SYSTEM
AUSTIN, TEXAS

10:00 A. M., C. S. T.
December 5, 1957

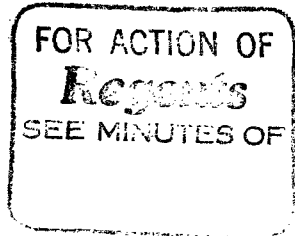
BIDDER (Agent and Company)	Three-Year Premium Costs		
	Money and Securities Broad Form	Blanket Position Bond	Comprehensive Dis- honesty, Disappearance and Destruction
The John A. Barclay Agency, Austin National Surety Corporation, New York, N. Y.		\$4,226.25	
Chiles, McCallum & Nagle, Austin The Travelers Indemnity Company, Hartford, Conn.	(A)\$1,719.20	4,219.40	(A)\$5,938.60
C. H. Davidson and Company, Austin United States Fidelity and Guaranty Company, Baltimore, Md.	3,264.68	4,226.28	7,490.96
William Gammon Insurance, Austin General Insurance Company of America, Seattle, Wash. Deduct Estimated Dividend Estimated Net Premium Cost	5,003.85 500.38 <u>4,503.47</u>	5,091.67 1,018.33 <u>4,073.34</u>	10,095.52 1,518.71 <u>8,576.81</u>
Harrison-Wilson-Pearson, Austin Continental Casualty Company, Chicago, Ill. St. Paul Fire and Marine Insurance Company, St. Paul, Minn.	3,957.81 3,406.60	4,226.25 4,226.25	8,184.06 7,632.85
Heidrick-Bowman & Womack, Austin Fidelity and Deposit Company of Maryland, Baltimore, Md.	3,081.60	4,226.27	7,307.87
Langham, Langston and Burnett, Houston The Aetna Casualty and Surety Company, Hartford, Conn.	2,128.85	4,226.25	6,355.10

(A) These proposals were qualified and therefore unacceptable.

BIDDER
(Agent and Company)

	Money and Securities Broad Form	Three-Year Premium Costs Blanket Position Bond	Comprehensive Dis- honesty, Disappearance and Destruction
The Robbins, Montgomery and Nieman Company, Austin Hartford Accident and Indemnity Company, Hartford, Conn.	\$1,355.70	\$5,091.67	\$6,447.37
Geo. T. Wicker and Company, Austin American Surety Company of New York, New York, N. Y.	3,267.05	4,226.25	7,493.30

THE UNIVERSITY OF TEXAS
OFFICE OF THE COMPTROLLER
AUSTIN 12



January 10, 1958

C RE: ASSOCIATE ARCHITECT FOR EXPANSION OF TEXAS UNION BUILDING,
MAIN UNIVERSITY

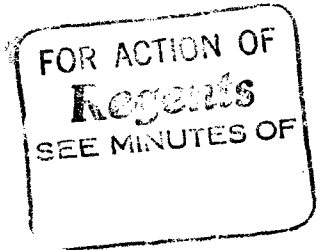
JOINT RECOMMENDATIONS OF COMPTROLLER SPARKENBERG AND CONSULTING
ARCHITECT PAGE SOUTHERLAND AND PAGE

- O**
1. Golauss and Rolfe, Houston, Texas.
 2. Phelps and Devese and Simmons, San Antonio, Texas.
 3. Thomas, Janssen, and Merrill, Dallas, Texas.
 4. Wilson, Patterson, and Associates, Fort Worth, Texas.

P

y

THE UNIVERSITY OF TEXAS
OFFICE OF THE COMPTROLLER
AUSTIN 12



SUPPLEMENT TO
RECOMMENDATIONS TO REGENTS'
BUILDINGS AND GROUNDS COMMITTEE

January 9, 1958

8. AWARD OF CONTRACT FOR MOVABLE FURNITURE AND EQUIPMENT FOR KINSOLVING DORMITORY, MAIN UNIVERSITY.--In accordance with authorization given at the Regents' Meeting held November 21, 1957, the Special Committee appointed at that meeting approved the plans and specifications for Furniture and Equipment for Kinsolving Dormitory, Main University, and Comptroller Sparenberg advertised for bids, which were received, opened, and tabulated on January 7, 1958. It is recommended that the action of the Special Committee in approving these plans and specifications be ratified by the Board.

These bids have been considered by members of the Division of Housing and Food Service of the Main University and the Comptroller's Office, and Comptroller Sparenberg makes the following recommendations, which are concurred in by Vice President Dolley and President Wilson:

1. That a contract for Mattresses (Base Bid A) be awarded to the low bidder, as follows:

Parker Bedding Company, Houston, Texas \$25,004.40

2. That a contract for the remainder of the movable furniture and equipment (Base Bid B) be awarded to the lowest acceptable bidder, as follows:

The Abel Stationers, Austin, Texas \$138,165.60

An appropriation of \$215,000.00 was approved sometime ago by the Board for the Movable Furniture and Equipment for Kinsolving Dormitory, and it is believed that the award of the contracts as recommended above will leave a sufficient balance to take care of other items of equipment which will be purchased later by purchase order.

9. REPORT ON ENGLISH BUILDING CEILINGS, MAIN UNIVERSITY.--A report on the condition of ceilings in the English Building was made to the Regents' Buildings and Grounds Committee on October 11, 1957, which outlined the probable cause of the condition and recommendations as to the best method of correcting this condition.

Following this report, the Physical Plant staff of the Main University was instructed to proceed with repairs to two typical rooms in the building (301 and 308), containing a total of 1,578 square feet. The nature of the work performed in these two rooms consisted of the following:

1. The removal of the acoustical tile from the area to be repaired.
2. The cutting and removal of the metal lath supporting the deformed plaster which could not be straightened out.
3. The straightening out of the steel supporting system (channels) which became flexible enough to permit such operations once the deformed metal lath and plaster had been removed.
4. The plastering of the area undergoing repair with the conventional plaster.
5. The replacement of acoustical tile and lighting fixtures to conform to the original design.
6. The cutting of a transverse expansion slot of a width of approximately 1".

An inspection of the work performed in the two rooms reveals the fact that it is in a presentable and acceptable condition. This work involved an expenditure of approximately \$1,177.00. There are between 20 and 25 rooms in the English Building, including Rooms 301 and 308, which will ultimately require attention, at an estimated cost of between \$13,000.00 and \$15,000.00.

The teaching spaces in English Building are used extensively. With proper scheduling of classes, one room can be completely unscheduled for the spring semester, thus allowing a systematic repair of the remaining ceilings, one room at a time, without seriously disrupting classes. It is still the opinion of Mr. Eckhardt and his staff, Mr. Landrum, and the Comptroller's Office, that, from a structural viewpoint, there is no more risk to students and faculty in this building than in any other.

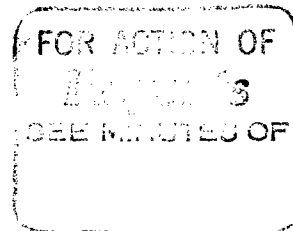
It is recommended by Business Manager Landrum and Comptroller Sparenberg that this work be done by the Physical Plant staff of the Main University, as fast as time and circumstances will allow, and that an appropriation of \$15,000.00 be set up to cover this work from Main University Account No. 27200; Improvements, Remodeling, and Major Repairs - Allotment Account to an account entitled Repairs of English Building Ceilings.

THE UNIVERSITY OF TEXAS
OFFICE OF THE PRESIDENT
AUSTIN 12

Original Signed by
LOGAN WILSON

December 30, 1957

Memorandum



To: Dr. Logan Wilson
From: Dr. J. C. Dolley
Subject: The Law Library of Judge Scott Gaines

The Law Library used by the University Attorney was accumulated by Judge Gaines and is the property of his Estate. A working library of this type is essential equipment for the University Attorney's office and if this library should be sold, it would be necessary to replace it. Mrs. Gaines has decided to sell the library, preferably to the University because of her husband's long connection with the institution.

At my suggestion, Mr. Waldrep has had three separate appraisals made of this collection, which appraisals are attached hereto. The appraisal totals range from \$3,355 to \$3,500. Taking the lowest amount and reducing that figure by several hundred dollars, necessary to bring the current library services up-to-date, Mr. Waldrep recommends that the University offer to purchase the entire library from Mrs. Gaines for the sum of \$3,000. I concur in this recommendation with the understanding that the source of funds is to be Available Fund Unappropriated Balance.

Because this transaction involves the property of a former University staff member, it will be necessary to submit the proposal to the Board of Regents for approval. I suggest that the item be included in the special item docket for the January meeting.

Distribution of Approved Copies:

Mr. Starnes
Mr. Waldrep
Mr. Stewart
Dr. Dolley

January 9, 1958

RESOLUTION

WHEREAS, On December 30, 1957, Miss Ima Hogg tendered as a gift to The University of Texas the following stock certificates of the General Dynamics Corporation, endorsed in favor of The University of Texas and totaling 395 shares:

<u>Certificate No.</u>	<u>No. of Shares</u>
G-96413	100
G-118877	100
G-118878	100
G0142380	65
G0125878	<u>30</u>
Total No. of Shares	395

FOR ACTION OF
 REGENTS
 SEE MINUTES OF

WHEREAS, This gift was made upon the condition that The University of Texas might either hold the stock or sell it and reinvest the proceeds in income-bearing stock, but that the income only could be used in the field of psychiatry under the administration of the Hogg Foundation; and

WHEREAS, On December 31, Mr. Leroy Jeffers, Chairman of the Board of Regents of The University of Texas, did accept this gift on behalf of The University of Texas subject to all of the conditions prescribed by Miss Ima Hogg; now therefore be it

RESOLVED, That the Board of Regents of The University of Texas does hereby ratify and confirm the acceptance of this gift by its chairman and hereby obligates itself to use this gift in conformity with the purposes and conditions expressed; and be it further

RESOLVED, That the Board of Regents of The University of Texas hereby expresses to Miss Ima Hogg its sincere appreciation for this further expression of her generosity and her interest in psychiatric study and research as a means for improving the mental health of the community.

THE UNIVERSITY OF TEXAS
OFFICE OF THE PRESIDENT
AUSTIN 12



January 3, 1958

Mr. Leroy Jeffers
Esperson Building
Houston 2, Texas

~~878~~

Dear Leroy:

I am herewith acknowledging receipt of your letter of December 31, enclosing certificates representing 395 shares of common stock in General Dynamics Corporation presented to the University by Miss Ema Hogg, and am asking Lanier Cox to draw up an appropriate resolution to submit to the Regents for their action at the next meeting.

Sincerely yours,

Logan Wilson

LW k

cc: Mr. Lanier Cox
Mr. Grady Starnes
Mr. W. W. Stewart
Dr. Robert L. Sutherland
→ Miss Betty Anne Thedford

THE UNIVERSITY OF TEXAS
THE BOARD OF REGENTS

LEROY JEFFERS, CHAIRMAN
ESPERSON BUILDING
HOUSTON 2, TEXAS

December 31, 1957

AIR MAIL
REGISTERED

Dr. Logan Wilson
Office of the President
The University of Texas
Austin 12, Texas

Dear Logan:

I am enclosing a copy of a letter from Miss Ima Hogg dated December 30th, with which she delivered to me stock certificates representing 395 shares of common stock in General Dynamics Corporation as a gift to The University of Texas. I also enclose a copy of my letter acknowledging receipt of these stock certificates and expressing appreciation for the gift. I further enclose the stock certificates, which are described as follows:

<u>Cert. No.</u>	<u>No. of Shares</u>
G-96413	100
G-118877	100
G-118878	100
G0142380	65
G0125878	30
Total no. of Shares	<u>395</u>

I accepted this gift on behalf of the Board today because Miss Ima was most anxious that the gift be made and accepted during 1957. There should probably be a formal resolution adopted at our Board meeting ratifying and confirming the acceptance of this gift and providing for the use of the income therefrom in accordance with the wishes expressed in Miss Ima's letter.

With cordial best regards, I am

Sincerely yours,



LJ:m
Enclosures
cc: All members of Board of Regents

BAYOU BEND

2940 LAZY LANE, HOUSTON 19, TEXAS

December 30, 1957

Mr. Leroy Jeffers, Chairman, Board of Regents
Dr. Logan Wilson, President
The University of Texas
Austin, Texas

Gentlemen:

Enclosed please find the following stock certificates of General Dynamics Corporation Common Stock, representing 395 shares, which I have endorsed in favor of The University of Texas. The market value of this stock today is approximately \$59.00 per share, or about \$23,305.00.

<u>Cert. No.</u>	<u>No. of Shares</u>
G-96413	100
G-118877	100
G-118878	100
G0142380	65
G0125878	30
Total no. of Shares	<u>395</u>

I am presenting this stock to you as a gift and I would like for you to feel free to either hold the stock, or sell it and reinvest the proceeds in income bearing stock. If you concur in this, it is my desire that the income only from the stock be used in the field of psychiatry and administered by the Hogg Foundation.

I should appreciate hearing from you at your early convenience if this gift is acceptable.

Sincerely yours,

/d/ Ima Hogg

THE UNIVERSITY OF TEXAS
ENDOWMENT OFFICE
AUSTIN 12

January 9, 1958

WM. W. STEWART
ENDOWMENT OFFICERM. E. COOK, ASSISTANT
TO THE ENDOWMENT OFFICERMEMORANDUM

To : Dr. Logan Wilson, President
Via : Dr. J. C. Dolley, Vice President for Fiscal Affairs

From : Wm. W. Stewart, Endowment Officer

Subject: ADDITIONS TO THE AGENDA FOR THE LAND AND INVESTMENT
COMMITTEE MEETING ON JANUARY 10, 1958

Attached are recommendations for the following items to be added to the agenda of the meeting of the Land and Investment Committee on January 10, 1958:

PERMANENT UNIVERSITY FUND -- LAND MATTERS:

44. Application for Assignment of Pipe Line Easement No. 421 from Gulf Oil Corporation to Warren Petroleum Company, Crane County, Texas.
45. Application for Assignment of Pipe Line Easement No. 428 from Gulf Oil Corporation to Warren Petroleum Company, Crane County, Texas.
46. Application for Highway Right-of-Way Easement No. 1050, Texas Highway Department, Pecos County, Texas.

These additions are recommended since they are of some urgency to the parties concerned and are considered routine.

Copies of these materials are being furnished Miss Thedford for distribution to the meeting of the Board of Regents after they have been acted upon by the Land and Investment Committee. If you approve these additions, will you please so indicate and distribute copies as shown below.

Original Signed by
Wm. W. Stewart
Endowment Officer

Wm. W. Stewart

APPROVED:

J. C. Dolley

Distribution of approved copies:

1. Dr. J. C. Dolley
2. Miss Betty Anne Thedford
3. Mr. Stewart

WWS:jg



ASSIGNMENT OF PIPE LINE EASEMENT NO. 421 BY GULF OIL CORPORATION TO WARREN PETROLEUM COMPANY, CRANE COUNTY, TEXAS.--This assignment of Pipe Line Easement No. 421 by Gulf Oil Corporation to Warren Petroleum Company covers a strip of land sixteen feet wide across a portion of Section 3, University Block 31, Crane County, Texas on which 187.87 rods of 3-inch pipe line and 166.66 rods of 6-inch pipe line were laid. The period of Easement No. 421 is June 1, 1949 through May 31, 1959 with the full consideration paid in advance. The standard assignment fee of \$25.00 and the \$1.00 fee covering filing of the instrument in the General Land Office have been received.

ASSIGNMENT OF PIPE LINE EASEMENT NO. 428 BY GULF OIL CORPORATION TO WARREN PETROLEUM COMPANY, CRANE COUNTY, TEXAS.--This assignment of Pipe Line Easement No. 428 by Gulf Oil Corporation to Warren Petroleum Company covers a strip of land sixteen feet wide across a portion of Sections 5, 6, and 8, University Block 38, Crane County on which 121.2 rods of 2-inch pipe line and 630.3 rods of 4-inch pipe line were laid. The period of Easement No. 428 is November 1, 1949 through October 31, 1959 with the full consideration paid in advance. The standard assignment fee of \$25 and the \$1.00 fee covering filing of the instrument in the General Land Office have been received.

HIGHWAY RIGHT-OF-WAY EASEMENT NO. 1050, TEXAS HIGHWAY DEPARTMENT, PECOS COUNTY, TEXAS.--This application for a highway right-of-way easement to the Texas Highway Department covers 25 tracts of land out of Sections 2, 11, 12 and 13, Block 24 and Sections 5, 6, 8, 9, and 10, Block 26, University Lands, Pecos County, Texas for use as drainage channels for U. S. Highway No. 67, a total of 17.217 acres. No consideration is involved in this easement.

