

9-2 BOOKS

MATERIAL SUPPORTING THE AGENDA

Volume XIIC

March 1965 - June 1965

This volume contains the Material Supporting the Agenda furnished to each member of the Board of Regents prior to the meetings held on March 12-13, April 2, and May 21-22, 1965.

The material is divided according to the Standing Committees and the meetings that were held and is submitted on three different colors, namely:

- (1) white paper - for the documentation of all items that were presented before the deadline date
- (2) blue paper - all items submitted to the Executive Session of the Committee of the Whole and distributed only to the Regents, Chancellor, and Chancellor Emeritus
- (3) yellow paper - emergency items distributed at the meeting

Material distributed at the meeting as additional documentation is not included in the bound volume, because sometimes there is an unusual amount and other times maybe some people get copies and some do not get copies. If the Secretary were furnished a copy, then that material goes in the appropriate subject folder.



THE BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS

Material Supporting the Agenda

6

Meeting No. 634

Name OFFICE COPY

Date MAY 21-22, 1965

EXECUTIVE COMMITTEE

Walter P. Brennan, Chairman
H. Frank Connally, Jr., M.D.
Frank C. Erwin, Jr.
Mrs. J. Lee Johnson III
Levi A. Olan
Chairman W. W. Heath, Ex Officio

ACADEMIC AND DEVELOPMENTAL AFFAIRS COMMITTEE

Levi A. Olan, Chairman
H. Frank Connally, Jr., M.D.
Mrs. J. Lee Johnson III
Jack S. Josey
Chairman W. W. Heath, Ex Officio

BUILDINGS AND GROUNDS COMMITTEE

Mrs. J. Lee Johnson III, Chairman
W. H. Bauer
Walter P. Brennan
Frank C. Erwin, Jr.
Chairman W. W. Heath, Ex Officio

MEDICAL AFFAIRS COMMITTEE

H. Frank Connally, Jr., M.D., Chairman
Frank N. Ikard
Jack S. Josey
Levi A. Olan
Chairman W. W. Heath, Ex Officio

LAND AND INVESTMENT COMMITTEE

Frank C. Erwin, Jr., Chairman
Frank N. Ikard
W. H. Bauer
Walter P. Brennan
Chairman W. W. Heath, Ex Officio

BOARD FOR LEASE OF UNIVERSITY LANDS

W. H. Bauer
Walter P. Brennan

CALENDAR
BOARD OF REGENTS
OF
THE UNIVERSITY OF TEXAS
MAY 21-22, 1965

Place: Student Center, Arlington State College

Telephone No.: CR 5-3211
(Telephone will be in Room 200E -- Leesburg Room.)

Friday, May 21, 1965:

- 8:00 a. m. Breakfast Meeting, Special Policy Committee on Bank Depository Agreements (Chairman Heath, Vice-Chairman Erwin, and Vice-Chancellor Dolley)
Dining Room, The Inn of the Six Flags
- 9:15 a. m. Meeting of the Board
Bluebonnet Room (Second Floor)
- 9:45 a. m. Meeting of the Standing Committees
- Land and Investment Committee
Room 200C (A. J. Johnston Room)
- Academic and Developmental Affairs Committee
Bluebonnet Room (Second Floor)
- 11:00 a. m. Joint Meeting of Buildings and Grounds and Medical Affairs Committees * (Followed by separate committee meetings.)
Bluebonnet Room (Second Floor)
- Buildings and Grounds Committee
Room 200C (A. J. Johnston Room)
- Medical Affairs Committee
(Continue in Bluebonnet Room)
- 12:15 p. m. Lunch -- Magnolia Room
- 1:15 p. m. ** Guided Bus Tour of Campus
- 1:45 p. m. Committee of the Whole
Executive Session to Consider Personnel Matters
Bluebonnet Room (Second Floor)
- 4:30 p. m. Committee of the Whole
Bluebonnet Room (Second Floor)

* To dispose of those matters of common interest after which Buildings and Grounds Committee will convene in Room 200C.

** Immediately following lunch, a guided bus tour of Campus.

NOTE: Allow fifteen minutes to get from the Inn to Arlington State College.
Though the time may vary, the meetings will follow in this order.

Place: Dallas, Southwestern Medical School
Periodical Reading Library (Basement)

Telephone No.: ME 1-3220

Saturday, May 22, 1965:

10:00 a.m. Meeting of Trustees of Ima Hogg Foundation

10:15 a.m. Executive Committee
Followed by Meeting of the Board

MISCELLANEOUS INFORMATION

Inn of the Six Flags:

Telephone Number: AN 4-1691

If you come to Dallas via air and wish a limousine rather than car-rental service, get Brown limousine to Inn. I was told that the Inn takes care of this service to but not from the Inn. This is also true if you come to Fort Worth via air.

There will be parking space provided for visitors' cars just north of Student Union Building on the Arlington State College campus.

Restrooms, Student Center:

Men: Room 220
Ladies Room 214

From Dallas Airport to Inn 17 Miles
From Fort Worth Airport to Inn 2 Miles

A map directing you from either airport will be sent later under separate cover. Doctor Woolf has been kind enough to get these prepared for me.

Executive Committee

EXECUTIVE COMMITTEE

Date: Saturday, May 22, 1965

Time: 10:15 a.m.

Place: Periodical Reading Library (Basement)
Southwestern Medical School, Dallas

Members:

Regent Brenan, Chairman
Vice-Chairman Erwin
Regent Connally
Regent (Mrs.) Johnson
Regent Olan
Chairman Heath, Ex Officio Member

Page No.

1. Report of Interim Actions Since March 13, 1965
 - a. Recommended Travel Items
 - (1) Main University (2T-5, 2T-6, 2T-7*) 1, 7
 - (2) Medical Branch (4T-6) 3
 - (3) Dental Branch (5T-1)*
 - (4) M. D. Anderson Hospital and Tumor
Institute (6T-2) 2
 - (5) Southwestern Medical School
(7T-1 -- Revised, 7T-4) 1, 2
 - b. Recommended Amendments to 1964-65 Operat-
ing Budgets
 - (1) Items 213 - 217, Main University 4
 - (2) Items 24 & 25, Medical Branch 5
 - (3) Items 15 & 16, M. D. Anderson Hospital
and Tumor Institute 5
 - (4) Item 20, Southwestern Medical School 6
 - c. Recommended Amendment to 1964-65 Classi-
fied Personnel Pay Plan
 - Dental Branch -- 16-CL-63 6
 - d. Miscellaneous Items
 - (1) Main University
 - (a) 7-M-64: Renewal Application for KUT-FM 6
 - (b) 8-M-64: Award of Contract for Six Exist-
ing Buildings *
 - (c) 9-M-64: Award of Contract for Replace-
ment of Parts of Sanitary Sewer System *
 - (2) Medical Branch: Acquisition of Real Properties
(6-M-64) 3
 - (3) Southwestern Medical School: Danciger Research
Laboratories, Recommendation for Sale of
Weinberger Property in Dallas (5-M-64). 2

* Submitted to Executive Committee but all ballots have not been received.

Page No.

2. Exception to Regents' Rules and Regulations re
Retirement from Administrative Positions
/Part One, Chapter III, Subsection 30. (14)/ 8
3. Budget Docket 8

REPORT OF INTERIM ACTIONS OF EXECUTIVE COMMITTEE
Since March 13, 1965

The following is a Report of Interim Actions of the Executive Committee since the meeting on March 13, 1965; in the order as approved:

TRAVEL ITEM, SOUTHWESTERN MEDICAL SCHOOL: DONALD W. SELDIN, M. D. (7T-1 -- Revised).--The Executive Committee unanimously approved on March 30, 1965, the following request for permission to travel for Southwestern Medical School:

<u>Name</u>	<u>Period of Absence</u>	<u>Destination</u>
Donald W. Seldin, M. D. Professor & Chairman, Internal Medicine (7T-1 -- Revised)	May 14 - July 8, 1965	European Theatre -- Scandinavia, Germany, England, and France
<u>Purpose:</u>	To inspect the status of Army Medicine in the European Theatre for the Surgeon General of the United States, and to visit laboratories in Scandinavia, Germany, France and England.	
<u>Expenses:</u>	Estimated to be \$200 for Transportation and \$240 for Per Diem (15 Days) payable from Army and Heddens-Good #7718.	

TRAVEL ITEM, MAIN UNIVERSITY: TO CORINTH, GREECE, AND ENVIRONS (2T-5).--The Executive Committee on March 31, 1965, unanimously approved the request of the following people for permission to travel: (2T-5)

Names

Oscar William Reinmuth, Professor of Classics
James Richard Wiseman, Assistant Professor of
Classics
Michael Hearne Shaw, Social Science Research
Associate I
Kent Sobotik, Social Science Research Associate I
Nancy Lou Owen Smith, Social Science Research
Associate I
John C. Garner, Jr., Social Science Research
Assistant I
Margaret Lucille Mayhue Wiseman, Secretary

<u>Period of Absence</u>	<u>Destination</u>
June 1 - August 31, 1965, except Mr. Shaw who will stay through February 28, 1966	Corinth, Greece, and environs

Purpose: Mr. Wiseman as Associate Director and others as participants in an archaeological expedition.

Expenses: Estimated to be \$950 for Transportation and \$650 for Per Diem (80 Days) payable from Excellence Fund for each individual.

TRAVEL ITEM, M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE: R. LEE CLARK, M. D., DIRECTOR (6T-2).

--The Executive Committee unanimously approved on April 13, 1965, the following request for permission to travel:

<u>Name</u>	<u>Period of Absence</u>	<u>Destination</u>
R. Lee Clark, M. D. Director (6T-2)	May 15 - June 14, 1965	England, Italy, Spain, and Portugal

Purpose: To attend and present a paper at the Fifth International Thyroid Conference in Rome, Italy, during the period of May 24 - May 27; to participate as a speaker on cancer control during "Cancer Week" at the Portuguese Institute of Oncology in Lisbon, Portugal, from June 5 to June 12; and the interim periods will be spent visiting universities, cancer hospitals and research institutes in other parts of Europe.

Expenses: Estimated to be \$900 for Transportation and \$496 for Per Diem (31 Days) payable from University Cancer Foundation.

TRAVEL ITEM, SOUTHWESTERN MEDICAL SCHOOL: ROBERT R. SHAW, M. D. (7T-4).--The Executive Committee on April 13, 1965, unanimously approved the following request for permission to travel:

<u>Name</u>	<u>Period of Absence</u>	<u>Destination</u>
Robert R. Shaw, M. D. Professor & Chairman, Division of Thoracic Surgery (7T-4)	June 28-August 6, 1965	Japan, Korea, and Afghanistan

Purpose: Lectures to medical students in Japan and Korea. Review of medical services in Afghanistan.

Expenses: There will be no expense to the University.

MISCELLANEOUS ITEM 5-M-64: SOUTHWESTERN MEDICAL SCHOOL - DANCIGER RESEARCH LABORATORIES - RECOMMENDATION FOR SALE OF WEINBERGER PROPERTY IN DALLAS.--The Executive Committee on April 15, 1965, unanimously approved the following as submitted by Vice-Chancellor Dolley: (See Page L-22 for later development.)

Dean Gill has forwarded a proposed contract of sale with Emsco Enterprises as purchaser through Mildred Hall, Realtor, at gross price of \$52,272 cash. The seller is to receive \$50,000 net, the remainder of the purchase price to cover sales commission, title policy and the like. In view of the fact that the property has been listed for sale with good Dallas realtors for nearly two years without a satisfactory proposal, Dean Gill and Doctor Dolley recommend the acceptance of this offer. The construction is well along, and the money is needed.

The prospective purchasers have urged action by the Board of Regents earlier than the May meeting, and Mr. Heath has approved our submitting this proposal for acceptance by the Executive Committee with authority for Mr. Heath to sign the contract of sale and conveyance when these papers are approved as to form by the University Attorney and as to content by the Endowment Officer. It is recommended that you so authorize.

MISCELLANEOUS ITEM 6-M-64: ACQUISITION OF REAL PROPERTIES, MEDICAL BRANCH.-- The Executive Committee unanimously approved on April 26, 1965, the following recommendation for land acquisition at the Medical Branch:

Pursuant to the policies and procedures for the acquisition of properties previously approved by the Board of Regents, all sales contracts are to be submitted to the Board of Regents before closing. Mr. Jack W. McKenzie, our negotiator for the acquisition of properties in Galveston, has submitted to Mr. Walker, Associate Director of the Medical Branch, a contract of sale executed by the seller for the specific property and for the stated amount as listed below. The amount listed represents the appraisal price by Mr. T. A. Waterman, the University's appraiser, and includes the appraisal price plus necessary closing costs.

<u>Block</u>	<u>Lot</u>	<u>Seller</u>	<u>Purchase Price</u>
489	4	Bessie Louise Jersig, a widow	\$ 9,248.00
Total			\$ 9,248.00

Mr. E. D. Walker and Assistant to the Chancellor Landrum recommend the Board of Regents approve the purchase of the aforementioned property at the price indicated and they request that Mr. E. D. Walker be authorized to sign the contract of sale for the Board of Regents. This sale is to be consummated on or before May 23, 1965, and we request that authority be given for voucher and check to be issued, and deliver said check in exchange for warranty deed and evidence of good title to the property. The source of funds for the payment for the acquisition of this property will be from funds received from the Sealy and Smith Foundation and/or the appropriations previously made by the Board of Regents for acquisition of properties in Galveston.

TRAVEL ITEM, MEDICAL BRANCH: DOCTOR HAMILTON FORD (4T-6).-- The Executive Committee on April 30, 1965, unanimously approved the following request for permission to travel for the Medical Branch:

<u>Name</u>	<u>Period of Absence</u>	<u>Destination</u>
Doctor Hamilton Ford, Professor and Chairman, Department of Neurology and Psychiatry (4T-6)	May 16 - June 20, 1965	Austria, Switzerland, and Bavaria

Purpose: To visit psychiatric centers.

Expenses: There will be no expense to the University.

AMENDMENTS TO 1964-65 OPERATING BUDGETS FOR MAIN UNIVERSITY, MEDICAL BRANCH, M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE, AND SOUTHWESTERN MEDICAL SCHOOL.-- The Executive Committee on April 30, 1965, unanimously approved amendments to the 1964-65 Operating Budgets as set out on the following Pages 4 - 6 .

Items 213-217, Main University
 Items 24 & 25, Medical Branch
 Items 15 & 16, M. D. Anderson Hospital and Tumor
 Institute
 Item 20, Southwestern Medical School

MAIN UNIVERSITY
AMENDMENTS TO 1964-65 BUDGETS
Source of Funds - Departmental Appropriations
(Unless Otherwise Specified)

Item No.	Explanation	Present Status	Proposed Status	Effective Dates
213.	Douglas J. Warrington Chemical Engineering	Laboratory Research Assistant I (1/2T)	Electronic Computing Machine Operator (F.T.)	4/1/65- 5/31/65
	Salary Rate	\$ 3,072	\$ 4,200	
	Source of Funds: Government Contract Funds - Atomic Energy Commission Grant			
214.	Kenneth R. Castleman Electrical Engineering	Laboratory Research Assistant I (1/2T)	Teaching Assistant (1/2T)	1/16/65
	Academic Rate		\$ 4,000	
	Defense Research Laboratory	Laboratory Research Assistant I (1/2T)		
	Salary Rate: 12 months	\$ 3,072		
	9 months equiv.	2,304		
215.	John D. Heinze Computation Center	Clerical Assistant (1/4T)	Electronic Computing Machine Operator (F.T.)	4/1/65
	Salary Rate	\$ 1,620	\$ 4,200	
216.	Office of the Dean, College of Arts and Sciences Transfer of Funds	From: Unallocated Travel	To: Dean's Office- Travel	
	Amount of Transfer	\$ 100	\$ 100	---
217.	Auxiliary Enterprises - Gymnasium Store Transfer of Funds	From: Unappropriated Balance - Auxil- iary Enterprises	To: Gymnasium Store- Maintenance and Operation	
	Amount of Transfer	\$ 5,000	\$ 5,000	---

MEDICAL BRANCH
 AMENDMENTS TO 1964-65 BUDGETS
 Source of Funds - Departmental Appropriations
 (Unless Otherwise Specified)

Item No.	Explanation	Present Status	Proposed Status	Effective Dates
24.	Robert F. Wooley Radiology (p. 76) Salary Rate Source of Funds: Departmental Salaries and Current Restricted Funds	Resident \$ 4,200	Instructor \$13,000	4/1/65
25.	Physical Plant (p. 100) Transfer of Funds Amount of Transfer	From: Unappropriated Surplus \$75,880	To: Physical Plant - Repair and Remodeling Projects (12) \$75,880	---

M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE
 AMENDMENTS TO 1964-65 BUDGETS
 Source of Funds - Departmental Appropriations
 (Unless Otherwise Specified)

Item No.	Explanation	Present Status	Proposed Status	Effective Dates
15.	Olin G. Thurston Department of Education- Surgery (p. 27) Salary Rate	Senior Fellow in Surgery \$ 5,400	Senior Fellow in Surgery \$ 8,000	7/1/65
16.	M. Armando Luna Medical Staff (Pathology) (p. 11) NCI Training Grant (Pathology) Salary Rate	Fellow in Pathology \$ 8,000	Assistant Pathologist (3/5T) \$14,000	7/1/65

SOUTHWESTERN MEDICAL SCHOOL
 AMENDMENTS TO 1964-65 BUDGETS
 Source of Funds - Departmental Appropriations
 (Unless Otherwise Specified)

Item No.	Explanation	Present Status	Proposed Status	Effective Dates
20.	Paul C. MacDonald Obstetrics and Gynecology (p. 32) Salary Rate Source of Funds: USPHS Career Development Award - Second Year	Associate Professor \$18,500	Associate Professor \$22,500	5/1/65

RADIO STATION KUT-FM: RENEWAL APPLICATION TO FCC FOR NONCOMMERCIAL EDUCATIONAL FM RADIO BROADCASTING STATION LICENSE (7-M-64).-- The Executive Committee unanimously approved on April 30, 1965, Item No. 7-M-64 authorizing Chairman W. W. Heath to execute on behalf of The University of Texas a renewal application to the FCC for a noncommercial educational FM radio broadcasting station license, when it has been approved as to form by Attorney Waldrep and as to subject matter by a responsible officer of Central Administration.

AMENDMENT TO 1964-65 CLASSIFIED PERSONNEL PAY PLAN, M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE (16-CL-63).-- The Executive Committee unanimously approved on May 4, 1965, an amendment to the 1964-65 Classified Personnel Pay Plan for M. D. Anderson Hospital and Tumor Institute (and thus the 1965-66 Plan) by changing classifications 1040 and 1041 to read as follows:

Class No.	Title	Monthly Range	Annual Range	Range No.
1040	Nurse Anesthetist	\$620 - 770	\$7440-9240	43
1041	Nurse Anesthetist Supervisor	\$650 - 800	\$7800-9600	44

TRAVEL ITEM, MAIN UNIVERSITY: ARWIN ADELBERT DOUGAL (2T-6).--The Executive Committee on May 6, 1965, unanimously approved the following request for permission to travel for Main University:

<u>Name</u>	<u>Period of Absence</u>	<u>Destination</u>
Arwin Adelbert Dougal, Professor of Electrical Engineering; Director of Laboratories for Elec- tronics and Related Science Research (2T-6)	August 2-September 13, 1965	Eindhoven, Nether- lands; Brussels, Belgium; Paris, France; Munich, Germany; Vienna, Austria; Rome, Italy; Beograd, Yugoslavia; London, England

Purpose: To present invited paper at Second Conference on Plasma Physics and Controller Nuclear Fusion Research, September 6-10 (England); and at Seventh International Conference on Phenomena in Ionized Gases, August 22-28 (Yugoslavia); Other places individual conferences with research staffs.

Expenses: Estimated to be \$917.88 for Transportation and \$659.00 for Per Diem (43 Days) payable from contract funds.

ITEM NO. 2Executive Committee

SUBJECT: Exception to Regents' Rules and Regulations re Retirement from Administrative Positions / Part One, Chapter III, Subsection 30.(14)

RECOMMENDATION
(Suggested Minute Order by Secretary)

An exception, as provided in the Rules and Regulations, Part One, Chapter III, Subsection 30.(17), permitting Captain H. D. Krick, Assistant Director of the Defense Research Laboratory, to remain in his present capacity for the fiscal year 1965-66, was approved. In compliance with Subsection 30.(14), Captain Krick would normally retire on August 31, 1965.

PROPOSAL
(As Submitted by Administration)

Chancellor Ransom concurs in the recommendation of Vice-Chancellor Hackerman, System Personnel Advisor Kennedy, and Director McKinney of Defense Research Laboratory that the Board of Regents make an exception in the case of Captain H. D. Krick, Assistant Director of Defense Research Laboratory, by permitting him to remain in his present capacity for the fiscal year 1965-66.

Section 30.(14) of Chapter III of the Regents' Rules and Regulations reads, "Administrative officers with policymaking responsibility shall retire from their administrative positions at the end of the fiscal year in which their sixty-fifth birthday occurs. . . ."

Section 30.(17) of Chapter III of the Regents' Rules and Regulations reads, "Whenever such action appears to be to the advantage and best interest of the University, the Board of Regents, upon recommendation of institutional heads and the Chancellor, may, by unanimous vote of the members present, make exceptions to this rule in special and extreme cases."

Dr. McKinney has recently assumed the duties of Director of DRL and proposes that Captain Krick continue full time during next fiscal year in order that Dr. McKinney may become more familiar with his duties as Director and take advantage of Captain Krick's twelve years of experience as Assistant Director of DRL, and in order that Captain Krick may also be concerned in matters pertaining to the planning and erection of DRL's proposed new building on the Balcones Tract.

ITEM NO. 3SUBJECT: Budget Docket

RECOMMENDATION
(Suggested Minute Order by Secretary)

It is recommended

That the Budget Docket of Chancellor Ransom be approved in the form as submitted and that it be attached to and made a part of the minutes.

**Academic and Developmental Affairs
Committee**

ACADEMIC AND DEVELOPMENTAL AFFAIRS COMMITTEE

Date: Friday, May 21, 1965

Time: 9:45 a. m.

Place: Bluebonnet Room (Second Floor)
Student Center, Arlington State College

Members:

Regent Olan, Chairman
Regent Connally
Regent (Mrs.) Johnson
Regent Josey
Chairman Heath, Ex-Officio Member

Page No.

ALL ITEMS REQUIRE ACTION --

- | | | |
|-----|---|----|
| 1. | Amendment to <u>Rules and Regulations</u> , Part One, Chapter VI, Subsections 6.47 and 6.62 (Final Approval) | 1 |
| 2. | Amendment to <u>Rules and Regulations</u> , Part One, Chapter V, Subsection 2.61: Development Board Membership (Final Approval) | 1 |
| 3. | Docket (<u>Attachment No. 2</u>) | 2 |
| 3a. | GSBS: Graduate Advisory Council Membership | 2 |
| 4. | Report of Study of Allocation of Student Activities Fee (Blanket Tax) | 3 |
| 5. | 1965-66 Student Activities Fee (Blanket Tax) and Allocation Thereof | 4 |
| 6. | Increase in Price of Spouse Blanket Tax | 5 |
| 7. | Amendment to <u>Rules and Regulations</u> , Part II, 1943 Edition: Texas Union Board of Directors | 6 |
| 8. | Acceptance of Gift of Cattle from Doctor Titus Harris, Medical Branch | 10 |
| 9. | Formal Approval of Requests Filed by Arlington State College with Texas Commission on Higher Education | 10 |

ITEM NO. 1A & D Committee

SUBJECT: Amendment to Rules and Regulations, Part One, Chapter VI, Subsections 6.47 and 6.62 (Final Approval)

RECOMMENDATION

(Suggested Minute Order by Secretary)

At the March 1965 meeting, the Board of Regents gave unanimous approval on first reading to amend the Rules and Regulations of the Board of Regents for the Government of The University of Texas, Part One, Chapter VI, by deleting Subsections 6.47 and 6.62 and inserting in lieu thereof the following:

- 6.47 The Secretary will accumulate the agenda material (and circulate where necessary) for the next fall meeting. He will preside to hold election, as the first order of business, of the new Chairman of the Assembly.
- 6.62 The Assembly shall elect annually, at the final, regularly scheduled meeting of the Session, a Secretary from among the regular members of the Graduate Faculty at the Main University who have served at least one year as voting members of the Assembly. He shall:

In compliance with the Rules and Regulations, Part One, Chapter VII, Section 4, this amendment is again submitted, and it is recommended that same be given final approval.

ITEM NO. 2

SUBJECT: Amendment to Rules and Regulations, Part One, Chapter V, Subsection 2.61: Development Board Membership (Final Approval)

RECOMMENDATION

(Suggested Minute Order by Secretary)

It is recommended

That final approval be given to amending the Rules and Regulations of the Board of Regents for the Government of The University of Texas, whereby Part One, Chapter V, Subsection 2.61 is deleted and the following is substituted in lieu thereof:

- 2.61 The University of Texas Development Board shall consist of one member of the Board of Regents designated annually by the Chairman, the Chancellor of the University, six members named by the Executive Council of The University of Texas Ex-Students' Association, and fourteen members named by the Board of Regents.

This amendment was approved on first reading at the Regents' meeting on April 2, 1965.

ITEM NO. 3A & D CommitteeSUBJECT: Docket (Attachment No. 2)RECOMMENDATION
(Suggested Minute Order by Secretary)

It is recommended

That the Docket of Chancellor Ransom (Attachment No. 2) be approved in the form as distributed and that it be attached to and made a part of the minutes.

ITEM NO. 3a.SUBJECT: Graduate School of Biomedical Sciences: Graduate Advisory Council, Ratification of Appointment of Wales MaddenRECOMMENDATION
(Suggested Minute Order by Secretary)

Mr. Wales Madden, former Regent, has been added to the Graduate Advisory Council of the Graduate School of Biomedical Sciences. It is recommended

That this appointment be approved, ratified, and in all things confirmed.

ITEM NO. 4A & D CommitteeSUBJECT: Report of Study of Allocation of Student Activities Fee
(Blanket Tax)

RECOMMENDATION OF ADMINISTRATION

The administration was requested to make a study of the Student Activities Fee (Blanket Tax) collection and allocation procedure.

On the basis of the study performed, the administration recommends that there be no change made in the method of Blanket Tax apportionment at this time. A full report is on the following pages as background information and support of this recommendation.

BACKGROUND INFORMATION

Minute Order of April 2, 1965:

STUDY REQUESTED RE FINANCING OF STUDENT ACTIVITIES, MAIN UNIVERSITY. -- Vice-Chairman Erwin requested that the offices of the Chancellor, Vice-Chancellor, and Dean of Students examine the allocations of the Blanket Tax recommended by the Students' Association to see whether or not each activity provided for therein is adequately financed and if the burden of financing certain of these activities could be removed from the students and assumed by the University. He asked that the report be made at the meeting on May 21-22, 1965.

NOTE: Alternate recommendations are on Page 4 of the Blanket Tax Report.

Normally, this item would be referred to the Academic and Developmental Affairs Committee. Since the study was requested at a meeting of the whole Board and by a non-member of the Academic and Developmental Affairs Committee, you may want to refer it to the Committee of the Whole for consideration.

BLANKET TAX REPORT 1965

Outline

1. Definition
2. History
3. What the Blanket Tax Means to Students
4. Blanket Tax Allocations: Present and Proposed
5. The Blanket Tax and State Law
6. The Structure of the Blanket Tax: Criticisms and Considerations
7. Recommendations
8. Appendix

BLANKET TAX REPORT 1965

1. Definition

1.1 The Blanket Tax, or Student Activities Fee, is collected from students on a voluntary basis and entitles them to admittance to various athletic, cultural, and entertainment events, and to receive the daily student newspaper. A limited number of other named student activities benefit from the tax.

2. History

2.1 The Blanket Tax was initiated by the Students' Association, and, with the approval of the Board of Regents, was first collected in 1916-17. This voluntary fee was set then at \$6.50. The groups listed as benefiting from the tax were:

- 2.11 Students' Association
- 2.12 Womens' Council
- 2.13 Debating and Oratory
- 2.14 Glee Club
- 2.15 Band
- 2.16 Student Publications
- 2.17 Athletics

2.2 Students paying the fee were entitled to:

- 2.21 Admission to all athletic events and public speaking contests held on the campus.
- 2.22 Glee Club and Band Concerts
- 2.23 Daily newspaper and monthly magazine.

2.3 Subject always to approval by the Board of Regents, the Students' Association has been, since initiating the Blanket Tax, the body responsible for determining the total fee to be collected each year, and for appropriating the funds thus collected to various designated student activities. The procedures for setting the tax and for appropriating it have always been clearly outlined in the Students' Associations' constitutions. Benefiting groups are prohibited from using the proceeds for social purposes. Since 1921-22, Blanket Tax funds have been deposited in and handled through the Auditor's Office.

2.4 There have not been many changes in the groups benefiting from the Blanket Tax. The basic groups, still included and included in the beginning, are:

- 2.41 Students' Association
- 2.42 Choral Organizations
- 2.43 Debating and Oratory
- 2.44 Band
- 2.45 Student Publications
- 2.46 Athletics

Note: One other "basic" activity, Cultural Entertainment, was added in 1932. Round-Up was not added until 1962.

2.5 The total amount of the Blanket Tax has gradually increased over the years. For over twenty years the fee was \$10.50.

3c

In 1947-48, it was raised to \$15, and has risen slowly since then to a proposed fee of \$18.39 for 1965-66. The portion of the fee allotted to athletics has changed little: 1932 - \$7.00; 1965 - \$8.65.

- 2.6 The Blanket Tax has been a voluntary fee, except for four years between 1947 and 1951, when it was compulsory. The reason it was made compulsory during this period was the fact that veterans could receive government compensation for required fees, but not for voluntary fees.

Note: Even during the period when the tax was compulsory, the Students' Association held onto the primary responsibility for determining the total amount of the fee and the exact appropriation to each of the benefiting groups.

3. What the Blanket Tax Means to Students

- 3.1 The Blanket Tax, since its inception, has been designed to benefit students, by providing them reduced rates for admission to athletic, cultural and entertainment events, subscriptions to the student newspaper, and admission to other approved student activities. For most of these student activities, Blanket Tax appropriations represent the major portion of their annual income.

- 3.2 The Athletic Council's share of the Blanket Tax has always represented the major portion of the tax, and, although it no longer represents two-thirds or more of the tax as it once did, it is still the largest single benefiting group, and in the proposal for 1965-66, represents 45% of the total. This has meant in the past, and still does today, that the majority of students buying the Blanket Tax probably do so for the athletic benefits it affords them rather than to support the other activities included in the tax.

4. Blanket Tax Allocations: Present and Proposed

Benefiting Groups	**		BT Approp. 65-66	***	
	Est. Income 64-65	Actual Income 64-65		Est. Income 65-66	Income 65-66
Athletic Council	\$166,945	\$184,743	\$ 8.65	\$177,325	
Texas Student Publications	79,130	87,566	4.10	84,050	
Cultural Entertainment	45,355	50,190	2.50	51,250	
Band	19,300	21,357	1.00	20,500	
Round-Up	12,545	13,882	.65	13,325	
Choral Organizations	5,790	6,407	.47	9,635	
Student Government	7,141	7,902	.45	9,225	
Challenge*	4,825	5,339	.25	5,125	
Oratorical Association	4,053	4,489	.21	4,305	
Visiting Fellows*	2,123	2,349	.11	2,255	
Total	\$347,207	\$384,224	\$ 18.39	\$376,995	

* These are programs sponsored by Student Government.
 ** Based on estimate of 19,300 Blanket Taxes purchased at \$17.99 each.
 *** Based on estimate of 20,500 Blanket Taxes purchased at \$18.39 each.

4.2 Individual Student Benefits from Blanket Tax. (Based on proposal for 1965-66.)

	<u>Blanket Tax</u> <u>Appropriations</u>	<u>Student Would Pay for</u> <u>Regular or Season Ticket</u>
Athletic Council (Admission to each home game)	\$ 8.65	\$54.80 (tk. to ea. home game)
Cultural and Entertainment	2.50	12.50 (per season tkt.)
Daily Texan	4.10	6.75
Round-Up	<u>.65</u>	<u>2.00</u> (Revue tkt.)
Total	\$15.90	\$76.05

5. The Blanket Tax and State Law

5.1 In 1959 the 56th Legislature amended Article 2564.a of the Texas Civil Statutes, dealing with tuition in state educational institutions, to include a section concerning the collection of student services fees by governing boards.

5.11 This section provides that governing boards may collect fees to cover the cost of student services deemed necessary or desirable in carrying out the educational functions of the institution. These fees may be either voluntary or compulsory, as determined by the governing board of each institution, but the compulsory student services fee may not exceed a total of \$30 for any one semester or summer session.

5.12 "Student Services" are defined in the Statute as:

"Textbook rentals, recreational activities, health and hospital services, parking privileges, intramural and intercollegiate athletics, artist and lecture series, cultural entertainment series, debating and oratorical activities, student publications, student government, and any other student activities and services specifically authorized and approved by the appropriate governing body."

5.13 The provisions of this Statute have been interpreted as meaning that the activities now supported by the voluntary Blanket Tax fall under the categories of "student services" as defined by the Statute, and, therefore, such activities cannot be supported by General Budget funds, but must be supported by either voluntary or compulsory student service fees.

6. The Structure of the Blanket Tax: Criticisms and Considerations

6.1 The Blanket Tax has often been criticized from the point of view that students desiring only the athletic "season ticket" provided by the tax, must in addition, pay for cultural and entertainment benefits which they may not desire, and must also pay for support of the student newspaper, student government and certain other student activities. It is probably very true that if students were given a choice, many of them would purchase only the athletic portion of the Blanket Tax. The result would be that the other student activities now included in the Blanket Tax would suffer a considerable loss of income.

- 6.2 It has been said, as indicated above, that none of the student activities now included in the Blanket Tax could be supported by State funds. If this is true, then the activities must be supported by student service fees, either voluntary or compulsory.
- 6.3 The Blanket Tax is a student fee and is set by the students themselves. Although some students do criticize the structure of the tax and its high price, there has been no significant complaint against it. If the present arrangement were disagreeable to the majority of students, they could get it changed by working through the Student Assembly.
- 6.4 There are many precedents for the present Blanket Tax arrangement, i.e., for levying a single tax to support many activities.

7. Recommendations

- 7.1 On the basis of the above information, the first recommendation is that no change be made in the method of Blanket Tax apportionment at this time.
- 7.2 Alternate Recommendations
- 7.21 That the fees for student activities continue to be assessed on a voluntary basis and that the fees be divided into two season tickets.
- 7.211 Athletic Season Ticket to include:
- 7.2111 Athletic Council
 - 7.2112 Longhorn Band
- 7.212 Student Activities Season Ticket to include:
- 7.2121 Cultural Entertainment Committee
 - 7.2122 Choral Organizations
 - 7.2123 Oratorical Association
 - 7.2124 Round-Up
 - 7.2125 Texas Student Publications
 - 7.2126 Student Government
 - 7.2127 Challenge
 - 7.2128 Visiting Fellows
- 7.22 That the fees for student activities continue to be assessed on a voluntary basis, and that the fees be divided into three season tickets.
- 7.221 Athletic Season Ticket to include:
- 7.2211 Athletic Council
 - 7.2212 Longhorn Band
- 7.222 Cultural and Entertainment Season Ticket to include:
- 7.2221 Cultural Entertainment Committee
 - 7.2222 Choral Organizations
 - 7.2223 Oratorical Association
 - 7.2224 Round-Up

3f

7.223 Student Publications and Student Government
Season Ticket to include:

- 7.2231 Texas Student Publications
- 7.2232 Challenge
- 7.2233 Visiting Fellows
- 7.2234 Student Government

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8. Appendix

8.1 Blanket Tax Appropriations: 1944 and 1964

	<u>1944-45</u>	<u>1964-65</u>
Athletic Council	\$ 7.19	\$ 8.65
Texas Student Publications	1.79	4.10
Cultural Entertainment	.45	2.35
Longhorn Band	.35	1.00
Band Uniforms	.06	--
Student Government	.0950	.37
Round-Up	--	.65
Light Opera	.1050	--
Curtain Club	.14	--
Co-Ed Handbook	.04	--
Choral Organizations	.18	.30
Oratorical Association	.10	.21
Challenge	--	.25
Visiting Fellows	--	.11
	<hr/>	<hr/>
Total	\$ 10.50	\$ 17.99

8.2 Comparison with Tuition and other Required Fees:

	<u>1944-45</u>	<u>1947-48</u>	<u>1964-65</u>
Enrollment	9,484	19,177	24,001
Blanket Tax	\$10.50	\$15.00	\$17.99
Athletics	(\$7.19)	(\$7.50 approx.)	(\$8.65)
Other	(\$3.31)	(\$7.50 approx.)	(\$9.34)
Tuition and			
Other Fees	\$50.00	\$67.00	\$144.00

Increase over the 19-year period, 1947-1965:

Blanket Tax	- \$ 2.99
Tuition and Other Fees	- \$ 77.00

ITEM NO. 5

A & D Committee

SUBJECT: 1965-66 Student Activities Fee (Blanket Tax) and Allocation Thereof

RECOMMENDATION
(Suggested Minute Order by Secretary)

The Academic and Developmental Affairs Committee approved the recommendation

That the voluntary Student Activity Fee for 1965-66 be set at \$18.39 to be allocated as follows:

\$.47	Choral Organizations
.25	Challenge
.65	Round Up
.11	Visiting Fellows
.45	Student Government
.21	Oratorical Association
8.65	Athletic Council
2.50	Cultural Entertainment Committee
4.10	Texas Student Publications
<u>1.00</u>	Band
<u>\$18.39</u>	TOTAL

(Please NOTE that this recommendation is made "subject to Regents' approval of Administration's recommendation that there be no change in the method of apportionment of the 1965-66 Student Activity Fee.")

PROPOSAL
(As Submitted by Administration)

Subject to Regents' approval of the administration's recommendation that there be no change in the method of apportionment of the 1965-66 Student Activity Fee, Chancellor Ransom recommends that the Board of Regents approve the voluntary Student Activity Fee for 1965-66 at \$18.39 to be allocated as follows:

<u>Approved</u> <u>1964-65</u>	<u>Recommended</u> <u>1965-66</u>	
\$.30	\$.47	Choral Organizations
.25	.25	Challenge
.65	.65	Round Up
.11	.11	Visiting Fellows
.37	.45	Student Government
.21	.21	Oratorical Association
8.65	8.65	Athletic Council
2.35	2.50	Cultural Entertainment Committee
4.10	4.10	Texas Student Publications
<u>1.00</u>	<u>1.00</u>	Band
<u>\$17.99</u>	<u>\$18.39</u>	TOTAL

The Student Activity Fee, as recommended by the Student Assembly and concurred in by Dean Holland, represents a 40¢ increase over the fee approved for 1964-65. The 40¢ increase was allocated as follows:

Choral Organizations	17¢
Student Government	8
Cultural Entertainment Committee	<u>15</u>
	<u>40¢</u>

ITEM NO. 6A & D CommitteeSUBJECT: Increase in Price of Spouse Blanket Tax

RECOMMENDATION
(Suggested Minute Order by Secretary)

The Committee approved for the full Board's consideration the recommendation of the Athletic Council, concurred in by Chancellor Ransom and processed through appropriate channels,

That the price of the Spouse Blanket Tax be increased from \$12.05 to \$15.00, effective September 1, 1965.

JUSTIFICATION

Each of you have received the minutes of the meeting of the Athletic Council held on March 11, 1965, which included the following item. It is repeated here for your ready reference:

VII. PRICE INCREASE FOR SPOUSE BLANKET TAX

Mr. Lundstedt, business manager, brought up the matter of increasing the price of the spouse blanket tax.

It was explained that the present price of \$12.05 was based upon an admission price of \$4 for football games. Under Southwest Conference rules, non-students, even though Blanket Tax holders, must be accounted for in football game settlements at the full admission price. For home football games the student blanket tax holder is given a free ticket, but accounted for in the game settlement at 50¢, while the spouse blanket tax holder is given a free ticket but accounted for in the game settlement for the full \$4 admission price. When the game receipts are divided between the two schools, one half of this amount is returned, netting a loss to us of \$2 per spouse blanket tax attending the game. For the five home game schedule this amounts to \$10 of the \$12.05 total price of the spouse blanket tax, leaving \$2.05 to cover admissions to freshman football games, basketball, swimming, baseball, and track events.

It was further explained by Mr. Lundstedt that for the out-of-town football games, the full admission price is collected from student spouse blanket tax holders; so no loss is incurred here. However, the faculty and staff spouse is only charged the regular student rate of \$1, and there is a net loss of \$1 for each of these. For most out-of-town games the number of faculty spouse tickets drawn is small and the loss is negligible.

With the increase in the admission price for football tickets to \$5, Mr. Lundstedt pointed out that this means the visiting school would receive \$2.50 for each game for each spouse blanket tax, making \$12.50 or a loss of 45¢ on each such ticket sold just on the five home football games, with nothing to cover the other sports events. An increase of \$15 for all spouse blanket tax cards would increase the income credited, permitting \$12.50 for football and \$2.50 for other sports. There still would be a loss on the faculty-staff ticket, because we plan to continue charging only the \$1 rate, as explained above, which means a loss of \$1.50 for each out-of town ticket.

General Wright moved and Mr. Roessner scolded that the Council recommend to the Administration that the price of faculty spouse and student spouse blanket taxes be increased from the present \$12.05 to the suggested amount of \$15. Motion passed.

ITEM NO. 7A & D Committee

SUBJECT: Amendment to Rules and Regulations, Part II, 1943 Edition:
Texas Union Board of Directors

RECOMMENDATION
(Suggested Minute Order by Secretary)

It is recommended

That the Rules and Regulations of the Board of Regents for the Government of The University of Texas, Part II, 1943 Edition be amended on Page 42, Section 46 as proposed by the Administration. This will be incorporated in the Institutional Supplement for Main University when it is submitted for consideration by the Board.

PROPOSAL
(As Submitted by Administration)

In the 1943 edition of the Regents' Rules and Regulations, Section 46, Chapter VI, Part II, provided that the Board of Directors of the Texas Union consist of nine members: five students, two ex-students, and two faculty members. Subsequent amendments by the Board of Regents in January of 1954 and June of 1962 have authorized a Union board of fifteen members consisting of eight students, two ex-students, two faculty members, one member of the Dads' Association, the Dean of Student Life, and the Supervising Manager of Residence and Food Service.

The Board of Directors of the Texas Union in a meeting on February 19, 1965, adopted a resolution to recommend to the Board of Regents that the size of the Board of Directors of the Texas Union be reduced to nine voting members with such changes reflected in the Constitution of the Students' Association. The recommendation as approved by the Board of Directors of the Texas Union together with a recapitulation of the current Board membership compared with proposed membership is on Pages 7-9.

Chancellor Ransom concurs in the recommendation of Dean Holland and Vice-Chancellor Hackerman that the Board of Regents authorize the change in membership of the Board of Directors of the Texas Union as recommended by the Texas Union Board.

BACKGROUND INFORMATION

Since the Institutional Supplement of the Rules and Regulations for Main University has not been adopted, this amendment refers to the last printed edition of the Rules and Regulations. Section 46 as adopted in 1962 and the proposed Section 46 are on Pages 7-9.

PresentProposed

Section 46. The Board of Directors of the Texas Union

The Board of Directors of the Texas Union shall consist of 15 members: eight students, two ex-students, two faculty members, one member of the Dads' Association, the Dean of Student Life or his representative, and the Supervising Manager of Residence and Food Service.

The student members shall be chosen as follows: President of the Students' Association, ex officio; Secretary of the Students' Association, ex officio; Chairman of the Union Activities Council, ex officio; one student who shall be elected by a majority vote of the Student Assembly from their membership. This student shall serve for one year beginning with his election at the first meeting of the Student Assembly after the Annual Fall General Election. Also, three students, at least one of whom shall be a woman, appointed at the time of his inauguration by the President of the Students' Association. Two of these students shall be appointed for two years and one of them shall be appointed for one year. For the first year one student shall be appointed for two years and two students shall be appointed for one year. Thereafter each President of the Students' Association shall appoint two students, one for two years and one for one year. Also, The Chairman of the Union Council shall appoint one member for a one year term. The term "year" as used in this paragraph shall correspond to the period of service of the President of the Students' Association (from May to May). To be eligible for a place on the Board of Directors, a student must have at least junior standing.

The ex-student members shall be chosen as follows: Secretary of the Ex-Students' Association, ex officio; an ex-student member appointed by the President of the Ex-Students' Association and approved by its Executive Council for a term of two years, the term of service beginning on June 1 after the appointment.

The Board of Directors of the Texas Union shall consist of 9 members: five students, two faculty members, one member of the Dads' Association, and the Dean of Students or his representative.

The student members shall be chosen as follows: President of the Students' Association, ex officio; President of the Union Council, ex officio; one student who shall be elected by a majority vote of the Student Assembly from its membership. This student shall serve for one year beginning with his election at the first meeting of the Student Assembly after the Annual Fall General Election.

Also, two students, each to serve for two years, shall be appointed to the Board, one by the President of the Students' Association and the other by the President of the Union Council. Each appointee of the President of the Students' Association shall serve for two years; the first appointee by the President of the Union Council after the approval of this amendment by the Board of Regents shall serve for one year but succeeding appointees shall serve for two years.

The term "year" used in the above paragraph shall correspond to the period of service of the President of the Students' Association (from May to May). To be eligible for a place on the Board of Directors, a student must have at least Junior standing, while serving in this position.

Present

Proposed

The Board of Directors of the Texas Union shall submit through the President of the University to the Board of Regents a careful estimate of the income to be derived during the next fiscal year from receipts from all sources, accompanied by a detailed budget in which shall be set forth the outstanding obligations that must be met together with the expenditures that are recommended for equipment and other purposes, including personnel and salaries of the paid staff of the Texas Union.

The Board of Directors of the Texas Union shall submit through the Chancellor of The University to the Board of Regents a careful estimate of the income to be derived during the next fiscal year from receipts from all sources, accompanied by a detailed budget in which shall be set forth the outstanding obligations that must be met, together with the expenditures that are recommended for equipment and other purposes, including personnel and salaries of the paid staff of the Texas Union.

The Board of Directors of the Texas Union shall meet regularly at least once a month during each University Long Session, setting its own date for meetings, formulating its own rules of procedure and exercising all powers not specifically assigned herein, subject to the approval of the Board of Regents.

The Board of Directors of the Texas Union shall meet regularly at least once a month during each University long session, setting its own date for meetings, formulating its own rules of procedure and exercising all powers not specifically assigned herein, subject to the approval of the Board of Regents.

MEMBERSHIP: BOARD OF DIRECTORS, TEXAS UNION }

I. <u>Students</u>	<u>Now</u>	<u>Proposed</u>
1. President, Students' Association, <u>ex officio</u>	1	1
2. Secretary, Students' Association, <u>ex officio</u>	1	0
3. President of Union Council	1	1
4. Elected by Student Assembly	1	1
5. Appointed by Pres. of Student Assn.	3	1*
6. Appointed by Pres. of Union Council	<u>1</u>	<u>1*</u>
Total	8	5

* Alternate year appointments--each appointed to serve 2 years.

II. <u>Non-Students</u>	<u>Now</u>	<u>Proposed</u>
1. Secretary of Ex-Students Assn. <u>ex officio</u>	1	0
2. Appointed by President of Ex-Students Association	1	0
3. Faculty members (elected)	2	2
4. Appointed by President of Dads' Assn.	1	1
5. Dean of Students, <u>ex officio</u>	1	1
6. Supv. Mgr., Housing & Food Service	<u>1</u>	<u>0</u>
Total	7	4

ITEM NO. 8A & D Committee

SUBJECT: Acceptance of Gift of Cattle from Doctor Titus Harris,
Medical Branch

RECOMMENDATION
(Suggested Minute Order by Secretary)

Doctor Titus Harris, Professor of Psychiatry, has proposed to give 100 head of calves to The University of Texas Medical Branch, Department of Neurology and Psychiatry. The cattle are to be delivered during the next six months or thereabouts as they become available. It is recommended by the Academic and Developmental Affairs Committee that the Board of Regents accept this gift with deep appreciation.

PROPOSAL
(As Submitted by Administration)

Titus H. Harris, M.D., of Galveston County has made a gift of 100 head of calves to The University of Texas Medical Branch, Department of Neurology and Psychiatry. These calves will be delivered during the next six months as they become available, and the report of the procedures of the sale of these calves will be reported in subsequent Medical Branch dockets. There have been prior gifts from Dr. Harris of this nature, and this gift is in the same form as similar gifts that have been approved by the Board of Regents. Chancellor Ransom recommends that the Board of Regents accept the gift of 100 calves from Dr. Titus Harris.

ITEM NO. 9

SUBJECT: Formal Approval of Requests Filed by Arlington State
College with Texas Commission on Higher Education

RECOMMENDATION
(Suggested Minute Order by Secretary)

Arlington State College has previously filed with the Texas Commission on Higher Education requests for:

1. Administrative Change or Re-Designation of the Associate in Science Diploma to the Associate in Science Degree in Aeronautical, Civil, Electrical, and Mechanical Technology programs.
2. Administrative Change or Re-Designation of the Department of Aeronautical and Mechanical Engineering to Department of Aerospace and Mechanical Engineering.
3. Administrative Re-Organization of the School of Arts and Sciences into the School of Liberal Arts, School of Sciences, and School of Business Administration.

After discussion with staff at the Texas Commission on Higher Education, and in order to satisfy technicalities, the Academic and Developmental Affairs Committee recommends that the request of Doctor Woolf, concurred in by Chancellor Ransom, that the Board of Regents formally endorse and approve the requests set out above be approved.

Buildings & Grounds Committee

THE MATERIAL SUBMITTED RE ARCHITECTS IS NOT INCLUDED BECAUSE IT CONSISTED OF VOLUMES AND VOLUMES.

The material submitted re architects is not included because it consisted of volumes and volumes.

BUILDINGS AND GROUNDS COMMITTEE

Date: Friday, May 21, 1965
Time: 11:00 a.m.
Bluebonnet Room--Joint Meeting with Medical Affairs Committee
Place: Room 200C (A. J. Johnston Room)
Student Center, Arlington State College

Members:

- Regent (Mrs.) Johnson, Chairman
- Regent Bauer
- Regent Brenan
- Regent Erwin
- Chairman Heath, Ex Officio Member

Page No.

A. Joint Meeting of the Buildings and Grounds and Medical Affairs Committees (Bluebonnet Room)

Medical Branch

- | | |
|--|-----|
| 1. Basic Sciences Building: Appointment of Associate Architect | 1,6 |
| 2. New Clinical Sciences Building: Appointment of Associate Architect; Old Outpatient-Division Building for Clinical Sciences: Renovation and Remodeling | 1,6 |
| 3. Animal Quarters Building: Appointment of Associate Architect | 1,6 |

Southwestern Medical School

- | | |
|--|---|
| 4. Skillern Student Union Building: Approval of Inscription on Plaque | 1 |
| 5. Parkland Memorial Hospital: Approval of Temporary Easements to the Dallas County Hospital District for Ambulance Access to Emergency Entrance and Truck Access to Rear of | 2 |
| 6. Parking Lot: Authorization to Construct Near the Skillern Student Union Building and Appropriation Therefor | 2 |

NOTE: The following items have been listed on the Agenda, but if any documentation is presented it will be in the Supplementary Agenda material:

South Texas Medical School

New South Texas Medical School Building: Report on Application to the Federal Government for Grants to Help Finance, Approval of Changes in Preliminary Plans, Outline Specifications, and Cost Estimates, and Authorization to Associate Architects to Proceed with Preparation of Working Drawings, etc.

M. D. Anderson Hospital and Tumor Institute

M. D. Anderson Hospital and Tumor Institute Building: Possible Authorization to File Applications for Federal Funds in Connection with Remodeling of Present Building after Completion of Major Additions and Alterations now Under Construction

Dental Branch

New Ramp for Receiving Area, Proposed: Report of Estimated Costs, etc., and Recommendation for Appropriation, Appointment of Architects, etc.

- - - -

B. Meeting of the Buildings and Grounds Committee

Main University

- | | | |
|-----|--|------|
| 7. | Office and Research Building on University Junior High School Site: Approval of Preliminary Plans and Appointment of Associate Architect | 3, 7 |
| 8. | Collections Deposit Library: Appointment of Associate Architect | 3, 7 |
| 9. | Defense Research Laboratory on Balcones Tract: Authority for Consulting Architects to Prepare Preliminary Plans and Appropriation Therefor | 3 |
| 10. | Second Records Storage Building on the Balcones Tract: Approval of Preliminary Plans | 4 |

Main University

- | | | |
|-----|--|------|
| 11. | Central Water Chilling Station No. 2, Addition to: Award of Contract for Piping Project (Including Electrical Work, Rearrangement of Crane Setup, Equipment Foundations, etc.) * | 4, 8 |
| 12. | Floodlighting Freshman Field: Authority for Special Committee to Award Contract | 4 |

DISCUSSION ITEM: Main University - Use of Electrical Power (This item will probably be tied in with "Appointment of Consulting Engineers to Make Long-Range Study of Future Needs for Power, Heating, Cooling, etc." listed below without documentation.)

- - - -

NOTE: The following items have been listed on the Agenda, but if any documentation is presented it will be in the Supplementary Agenda material:

Main University

Six Existing Buildings (R. O. T. C., R. O. T. C. Rifle Range, Speech, Service Building, Main Building Tower, Petroleum Engineering): Ratification of Award of Contract by Executive Committee for Modernization and Remodeling (Including Air Conditioning) **

Sanitary Sewer System: Ratification of Award of Contract by Executive Committee for Replacement of Parts ***

Biological Sciences Building: Award of Contracts ****

Future Needs for Power, Heating, Cooling, etc.: Appointment of Consulting Engineers to Make Long-Range Study

Student Health Center Building: Proposed Expansion

Proposed Warehouse for Housing and Food Service

Arlington State College

Central Heating and Cooling Plant Additions: Report of Contracts Already Awarded, Additional Bids Received, and Problems in Regard to Sources of Funds

-
- * Bids Opened April 27, 1965.
 - ** Bids Opened April 13, 1965.
 - *** Bids Opened April 15, 1965.
 - **** Bids to be Opened May 13, 1965.

Arlington State College

Theater Building now Under Construction:
Approval of Plans and Specifications and
Authority to Advertise for Bids and Award
Contract(s) on Stage Rigging, Draperies, etc.

Lighting Two Parking Lots on East Side of
Campus: Possible Approval of Two Sets of
Plans and Specifications

Two Additional Parking Lots: Approval of
Plans and Specifications and Authority to
Advertise for Bids and Award Contract(s)
and Additional Appropriation Therefor

Library Addition: Possible Additional Appro-
priation for Architect's Fees

NOTE: Background information submitted by Comptroller Sparenberg
on the architects for the Basic Sciences Building at the Medical
Branch follows Page 8.

THE UNIVERSITY OF TEXAS
OFFICE OF THE COMPTROLLER
AUSTIN 78712

RECOMMENDATIONS TO REGENTS'
BUILDINGS AND GROUNDS COMMITTEE

May 4, 1965

1. MEDICAL BRANCH - APPOINTMENT OF ASSOCIATE ARCHITECT FOR BASIC SCIENCES BUILDING.--At the Regents' Meeting held December 12, 1964, the preliminary plans and outline specifications for the Basic Sciences Building at the Medical Branch were approved, but no appointment was made of an Associate Architect. It is now recommended that an Associate Architect be appointed, with authorization to begin preparation of working drawings and specifications for this project, based on the approved preliminary plans, after the amount of Federal money obtainable for this project has been determined. A joint recommendation of the Comptroller and the Consulting Architects in regard to the selection of an Associate Architect is submitted with these recommendations.

It is understood that the appointment of an Associate Architect is subject to the written approval of the Governor of the State of Texas, after obtaining the advice of the Legislative Budget Board.

2. MEDICAL BRANCH - APPOINTMENT OF ASSOCIATE ARCHITECT FOR NEW CLINICAL SCIENCES BUILDING AND RENOVATION AND REMODELING OF OLD OUTPATIENT DIVISION BUILDING FOR CLINICAL SCIENCES.--At the Regents' Meeting held December 12, 1964, the preliminary plans and outline specifications for the New Clinical Sciences Building and Renovation and Remodeling of the Old Outpatient Division Building for Clinical Sciences at the Medical Branch were approved, but no appointment was made of an Associate Architect. It is now recommended that an Associate Architect be appointed, with authorization to begin preparation of working drawings and specifications for this project, based on the approved preliminary plans, after the amount of Federal money obtainable for this project has been determined. A joint recommendation of the Comptroller and the Consulting Architects in regard to the selection of an Associate Architect is submitted with these recommendations.

It is understood that the appointment of an Associate Architect is subject to the written approval of the Governor of the State of Texas, after obtaining the advice of the Legislative Budget Board.

3. MEDICAL BRANCH - APPOINTMENT OF ASSOCIATE ARCHITECT FOR ANIMAL QUARTERS BUILDING.--At the Regents' Meeting held December 12, 1964, the preliminary plans and outline specifications for the Animal Quarters Building at the Medical Branch were approved, but no appointment was made of an Associate Architect. It is now recommended that an Associate Architect be appointed, with authorization to begin preparation of working drawings and specifications for this project, based on the approved preliminary plans, after the amount of Federal money obtainable for this project has been determined. A joint recommendation of the Comptroller and the Consulting Architects in regard to the selection of an Associate Architect is submitted with these recommendations.

It is understood that the appointment of an Associate Architect is subject to the written approval of the Governor of the State of Texas, after obtaining the advice of the Legislative Budget Board.

4. SOUTHWESTERN MEDICAL SCHOOL - APPROVAL OF INSCRIPTION ON PLAQUE FOR SKILLERN STUDENT UNION BUILDING.--It is recommended that the inscription as set out below be approved for the plaque for the Skillern Student Union Building at Southwestern Medical School:

SKILLERN STUDENT UNION BUILDING
1964

BOARD OF REGENTS

W. W. Heath, Chairman

A. G. McNeese, Jr., Vice-Chairman

Walter P. Brennan

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

Frank C. Erwin, Jr.

Mrs. J. Lee Johnson, III

Wales H. Madden, Jr.

Levi A. Olan

Harry H. Ransom, Chancellor,
The University of Texas
Charles H. Sparenberg, Comptroller,
The University of Texas

---000---

A. J. Gill, M. D., Dean,
Southwestern Medical School
Jay P. Sanford, M. D., Chairman,
Building Committee, Southwestern
Medical School

---000---

Jessen, Jessen, Millhouse, and
Greeven, Consulting Architects
Fisher and Spillman, Associate
Architects
Hyatt Cheek, Builders-Engineers
Company, General Contractor

This inscription follows the standard pattern approved by the Board, and shows the names of the persons occupying the positions indicated at the date of the award of the construction contract, December 12, 1964.

5. SOUTHWESTERN MEDICAL SCHOOL - APPROVAL OF TEMPORARY EASEMENTS TO THE DALLAS COUNTY HOSPITAL DISTRICT FOR AMBULANCE ACCESS TO EMERGENCY ENTRANCE OF PARKLAND MEMORIAL HOSPITAL AND TRUCK ACCESS TO REAR OF PARKLAND MEMORIAL HOSPITAL.--While construction is under way on the back part of the property occupied by Parkland Memorial Hospital, the hospital is having a serious problem of access to their buildings. The Dallas County Hospital District has requested that The University of Texas grant temporary easements across the University's property for access to the front of the hospital building for ambulances and emergency vehicles and for access at the back for certain types of truck deliveries. These easements in each case will involve a short piece of temporary roadway on the University's property as extensions from existing driveways.

In view of the emergency situation, although the use of this property will result in some inconvenience to Southwestern Medical School, Dean Gill has recommended, with the concurrence of Comptroller Sparenberg and Chancellor Ransom, that these easements be granted, with University Attorney Waldrep to prepare the instrument covering the easements, which will be approved as to content by Comptroller Sparenberg before being presented to the Chairman of the Board for signature.

It is understood that the easements will be needed for about eighteen months to two years, and that the easement instrument is to contain clauses as to duration, release of the University from liability, agreement to restore the property to its original condition, etc. Also, it is understood that Parkland Hospital will provide a full-time traffic security officer to prevent unauthorized traffic from entering the internal roadway system of Southwestern Medical School, and this also will be included in the provisions of the easement document.

6. SOUTHWESTERN MEDICAL SCHOOL - AUTHORIZATION TO CONSTRUCT A PARKING LOT NEAR THE SKILLERN STUDENT UNION BUILDING AND APPROPRIATION THEREFOR.--Plans and specifications for a new Parking Lot at Southwestern Medical School, to be constructed near the Skillern Student Union Building, have been prepared by the Southwestern Medical School Physical Plant staff and approved by the Comptroller's Office. It is recommended by Dean Gill, Comptroller Sparenberg, and Chancellor Ransom that they be approved by the Board, that Comptroller Sparenberg be authorized to advertise for bids, and that the Executive Committee be authorized to award a contract.

The estimated cost of this parking lot is \$25,000.00, including a parking control gate which will be purchased and installed by the Southwestern Medical School Physical Plant staff, apart from the contract for the construction of the parking lot itself. It is recommended that an appropriation covering this estimated cost be made from Southwestern Medical School - Current Restricted Funds, from the accounts shown below:

Account No. 9104 - Mr. and Mrs. F. W. Dye Gift No. 1 - \$7,500.00

Account No. 9180 - Undistributed Interest on Temporary Investments and Trust Funds - \$17,500.00.

Parking fees collected during the next three to four years will be used to reimburse these accounts for the actual amount of funds required for this construction.

7. MAIN UNIVERSITY - APPROVAL OF PRELIMINARY PLANS FOR OFFICE AND RESEARCH BUILDING ON UNIVERSITY JUNIOR HIGH SCHOOL SITE AND APPOINTMENT OF ASSOCIATE ARCHITECT.--At the Regents' Meeting held December 12, 1964, authorization was given for the preparation of preliminary plans and outline specifications for an Office and Research Building to be constructed on the University Junior High School Site. These preliminary plans and outline specifications have now been completed by the Consulting Architects, Brooks and Barr, and have been approved by the Main University Faculty Building and Space Allocation Committee, Dr. John R. Stockton, Vice-Chancellor Hackerman, Comptroller Sparenberg, and Chancellor Ransom. It is recommended that they be approved by the Board, that an appropriation of \$750,000.00 to cover the cost thereof be made from Permanent University Fund Bond proceeds, and that an Associate Architect be appointed with authorization to prepare working drawings and specifications, based on the approved preliminary plans, to be presented to the Board for approval at a later meeting. A joint recommendation of the Comptroller and the Consulting Architects in regard to the selection of an Associate Architect is submitted with these recommendations.

It is understood that the appointment of an Associate Architect is subject to the written approval of the Governor of the State of Texas, after obtaining the advice of the Legislative Budget Board.

8. MAIN UNIVERSITY - APPOINTMENT OF ASSOCIATE ARCHITECT FOR COLLECTIONS DEPOSIT LIBRARY.--At the Regents' Meeting held March 13, 1965, approval was given to the preliminary plans and outline specifications for the Collections Deposit Library at the Main University, but no appointment was made of an Associate Architect. It is now recommended that an Associate Architect be appointed, with authorization to prepare working drawings and specifications for this project, based on the approved preliminary plans, to be presented to the Board for approval at a later meeting. A joint recommendation of the Comptroller and the Consulting Architects in regard to the selection of an Associate Architect is submitted with these recommendations.

It is understood that the appointment of an Associate Architect is subject to the written approval of the Governor of the State of Texas, after obtaining the advice of the Legislative Budget Board.

9. MAIN UNIVERSITY - AUTHORITY FOR CONSULTING ARCHITECTS TO PREPARE PRELIMINARY PLANS FOR DEFENSE RESEARCH LABORATORY ON BALCONES TRACT AND APPROPRIATION THEREFOR.--At the Regents' Meeting held September 28, 1963, authorization was given to conduct negotiations with the proper agencies of the Federal Government for funding the construction of a new Defense Research Laboratory Building to be located off the Main Campus. It was believed that the Department of Defense would be willing to enter into an agreement to amortize the cost of such construction over a period of years, with the possibility that some direct-grant funds might also be available. At the meeting held June 27, 1964, approval was given to the location of the building on a site consisting of approximately 28 acres in the southeast corner of the Balcones Tract, and specific authorization was given to Chancellor Ransom to submit to the Department of Defense a proposal of "Special Use Allowances for the New Defense Research Laboratory Building", to provide for a facility costing not more

than \$1,300,000.00 and for \$48,000.00 to cover expenses of moving equipment, etc. to be amortized over a fifteen-year period through contracts assignable to the Defense Research Laboratory.

Word has now been received from the Department of the Navy that an agreement will be entered into with The University of Texas in accordance with the terms of this proposal, except that the sum needed for moving expenses has not yet been approved. The details of the proposed agreement with the Department of the Navy have been approved by D.R.L., the Comptroller's Office, and University Attorney Waldrep. Another attempt will be made by D.R.L. to secure the \$48,000.00. It is recommended by Vice-Chancellor Hackerman, Comptroller Sparenberg, and Chancellor Ransom that the signing of this agreement after final concurrence of the Navy, be approved by the Board, that the Consulting Architects be authorized to prepare preliminary plans and outline specifications for this building, and that an appropriation of \$1,300,000.00 be made from Permanent University Fund Bond proceeds, which will be amortized and reimbursed by the Department of the Navy over the fifteen-year period.

10. MAIN UNIVERSITY - APPROVAL OF PRELIMINARY PLANS FOR SECOND RECORDS STORAGE BUILDING ON THE BALCONES TRACT.--At the Regents' Meeting held January 30, 1965, authorization was given for the preparation of preliminary plans and outline specifications for a second Records Storage Building, to be located on the Balcones Tract. These preliminary plans and specifications have now been completed by the Consulting Architects, Brooks and Barr, and have been approved by the Main University Faculty Building and Space Allocation Committee, Vice-Chancellor Hackerman, Comptroller Sparenberg, and Chancellor Ransom. It is recommended that they be approved by the Board, and that the indicated location of the building also be approved by the Board. At the January 30, 1965 meeting authorization was also given for the Main University Physical Plant staff to prepare working drawings and specifications after approval of the preliminary plans, these final plans and specifications to be presented to the Board for approval at a later meeting.

11. MAIN UNIVERSITY - AWARD OF CONTRACT FOR PIPING PROJECT FOR ADDITION TO CENTRAL WATER CHILLING STATION NO 2 (INCLUDING ELECTRICAL WORK, REARRANGEMENT OF CRANE SETUP, EQUIPMENT FOUNDATIONS, ETC.).--In accordance with authorization given at the Regents' Meeting held March 13, 1965, bids were called for and were opened and tabulated on April 27, 1965, as shown on the attached tabulation sheet. After careful consideration of the bids by all concerned, it is recommended by the Engineers on the project, Zumwalt and Vinther, Main University Director of Physical Plant Eckhardt, Main University Business Manager Colvin, Vice-Chancellor Hackerman, Comptroller Sparenberg, and Chancellor Ransom that award of a contract in the amount of \$134,730.00 be made to the low bidder, Young and Pratt, Austin, Texas.

This recommended contract award is within the estimate of \$146,500 given to the Board at the March, 1965 meeting.

12. MAIN UNIVERSITY - FLOODLIGHTING FRESHMAN FIELD - AUTHORITY FOR SPECIAL COMMITTEE TO AWARD CONTRACT.--At the Regents' Meeting held September 19, 1964, approval was given to the floodlighting of freshman field at the Main University at a cost of not more than \$35,000.00, payable from Athletic Council funds, with authorization to the Comptroller to advertise for bids. The Main University Physical Plant staff has prepared plans and specifications for this project, which have been approved by the Comptroller's Office, and advertisement for bids will be placed within the next week or two. In order that this project may be completed in time for use next Fall, it is recommended that a Special Committee, consisting of Vice-Chancellor Hackerman, Comptroller Sparenberg, Chancellor Ransom, and Regent Heath, be appointed to award a contract for this project within the amount allotted for this purpose.

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

South Texas Medical School - Report on Applications to the Federal Government for Grants to Help Finance the New South Texas Medical School Building, Approval of Changes in Preliminary Plans, Outline Specifications, and Cost Estimates for the New Building, and Authorization to Associate Architects to Proceed with Preparation of Working Drawings, etc.

M. D. Anderson Hospital and Tumor Institute - Possible Authorization to File Applications for Federal Funds in Connection with Remodeling of Present Building after Completion of Major Additions and Alterations now Under Construction.

Dental Branch - Proposed New Ramp for Receiving Area - Report of Estimated Costs, etc. and Recommendation for Appropriation, Appointment of Architect, etc.

Main University - Ratification of Award of Contract by Executive Committee for Modernization and Remodeling (Including Air Conditioning) of Six Existing Buildings (R.O.T.C., R.O.T.C. Rifle Range, Speech, Service Building, Main Building Tower, Petroleum Engineering) (Bids Opened April 13, 1965)

Main University - Ratification of Award of Contract by Executive Committee for Replacement of Parts of the Sanitary Sewer System (Bids Opened April 15, 1965)

Main University - Award of Contracts for Biological Sciences Building (Bids to be Opened May 13, 1965)

Main University - Appointment of Consulting Engineers to Make Long-Range Study of Future Needs for Power, Heating, Cooling, etc.

Main University - Proposed Expansion of Student Health Center Building.

Main University - Proposed Warehouse for Housing and Food Service.

Arlington State College - Central Heating and Cooling Plant Additions - Report of Contracts Already Awarded, Additional Bids Received, and Problems in Regard to Sources of Funds.

Arlington State College - Approval of Plans and Specifications and Authority to Advertise for Bids and Award Contract(s) on Stage Rigging, Draperies, etc. - Theater Building now Under Construction.

Arlington State College - Possible Approval of Two Sets of Plans and Specifications for Lighting Two Parking Lots on East Side of Campus.

Arlington State College - Approval of Plans and Specifications and Authority to Advertise for Bids and Award Contract(s) on Two Additional Parking Lots and Additional Appropriation Therefor.

Arlington State College - Possible Additional Appropriation for Architect's Fees on Library Addition.

DISCUSSION ITEM: Main University - Use of Electrical Power (This item will probably be tied in with "Appointment of Consulting Engineers to Make Long-Range Study of Future Needs for Power, Heating, Cooling, etc." listed above.)

Medical Affairs Committee

MEDICAL AFFAIRS COMMITTEE

Date: Friday, May 21, 1965

Time: 11:00 a.m.

Place: Bluebonnet Room (Second Floor)
Student Center, Arlington State College

Members:

- Regent Connally, Chairman
- Regent Ikard
- Regent Josey
- Regent Olan
- Chairman Heath, Ex Officio Member

Page No.

- A. Joint Meeting of Medical Affairs and Buildings and Grounds Committees. Agenda listed with Buildings and Grounds Committee
- B. Meeting of the Medical Affairs Committee (Immediately following Joint Meeting with Buildings and Grounds Committee -- Continue in Bluebonnet Room.)
 - 1. Amendments to Medical Branch Catalogue 1
 - 2. Amendments to Southwestern Medical School Catalogue 6
 - 3. Master of Science degree in Dentistry, Dental Branch 12

SUBJECT: Amendments to Medical Branch CatalogueRECOMMENDATION
(Suggested Minute Order by Secretary)

Upon the recommendation of the Executive Director and Dean of the Medical Branch, concurred in by Chancellor Ransom, it is recommended by the Medical Affairs Committee

That the catalogue for The University of Texas Medical Branch for 1965-66 be approved to include the following amendments to the current catalogue:

1. Add the proposed Statement of Requirements for Admission to the Medical School as set out in the proposal below.
2. Change the following paragraphs as proposed below:
 - a. Page 25, Paragraphs 4 and 6
 - b. Page 26.

PROPOSAL

By Executive Director and Dean:

April 13, 1965

Dear Dr. Ransom:

During the past several years we have been aware that a number of colleges and universities have made rather marked changes in their course offerings in biology and chemistry. This has been especially true in general biology where there has been a trend toward incorporation of a more detailed study of vertebrates, including vertebrate dissection, to the extent that a number of institutions have actually dropped the traditional course previously offered as comparative vertebrate anatomy. In a similar manner, the curriculum in general chemistry has been expanded to include a marked increase of work in quantitative techniques and many institutions have either dropped the traditional course in quantitative chemistry or have materially changed its content and reclassified it as an advanced course with calculus as a prerequisite. On the basis of these developments, Dr. Gill and Dr. Blocker appointed faculty committees last December to review our admission requirements in hopes that an agreement could be reached in regard to basic changes. Proposals were exchanged by mail in early January and the two committees met jointly at Southwestern Medical School on January 15 to iron out their differences. General agreement was reached at that meeting and the details were finalized at a subsequent meeting of the two committees in Galveston on March 18. The

changes have subsequently been approved by the Faculty Committee on Admissions, the Executive Committee of the Faculty of Medicine, and by the Faculty of Medicine at the regular meeting held on Tuesday, April 6, 1965. I have kept Dr. F. C. Pannill apprised of our deliberations and his approval is evidenced by the attached copy of his letter dated March 31, 1965.

With the concurrence of Dr. Wm. J. McGanity, Dean of the Faculty of Medicine, I recommend your approval of the proposed changes and hope that they may be placed on the agenda for consideration at the May meeting of the Board of Regents.

APPROVED.....

Harry Ransom
Chancellor
The University of Texas

Catalogue revisions necessitated by the proposed changes are outlined on enclosure 2.

Sincerely yours,

Warren G. Harding

Warren G. Harding
Assistant Director and
Dean of Student Affairs

WGH:ck

Enclosures:

Approval Recommended: 

T. G. Blocker, Jr., M.D.
Executive Director and Dean

Statement and Proposed Changes are:

PROPOSED STATEMENT OF REQUIREMENTS FOR ADMISSION TO MEDICAL SCHOOL
THE UNIVERSITY OF TEXAS MEDICAL BRANCH

Scholastic preparation for the study of medicine must emphasize development of an ability to read and comprehend and to express facts and ideas in clear and accurate terms. Equally important is a thorough preparation in the sciences that are essential preliminaries to the study of medicine. Premedical education, therefore, should include two types of intellectual discipline; first, the subjects common to all higher education, namely, grammar, composition and literature, a foreign language, history and government, philosophy and ethics and the behavioral sciences; second, a thorough basic preparation in mathematics, physics, chemistry and biology. No preference is given to any particular major field of study. Since the demands of medical practice require a broad concept of human relations, maturity of judgment and a constantly increasing amount of scientific knowledge, four years of college and receipt of the baccalaureate degree are strongly recommended as preparation for entrance to medicine. Candidates who have demonstrated after three years of college work leading to a baccalaureate degree outstanding academic, intellectual, emotional and physical maturity will be eligible for consideration. No student will be accepted with less than three years of college work (90 semester hours exclusive of physical education requirements), and students who will be eligible to receive the baccalaureate degree on completion of the First Year in the School of Medicine will be given preference. Applicants who have been out of college or have completed the majority of premedical courses four years or more prior to application will be required to spend at least one semester and summer in review prior to consideration by the Committee on Admissions.

Recognizing that the grade standards vary in different colleges and universities, the Committee on Admissions carefully weighs all qualifications of each applicant in relationship to previous academic performance, recommendations, Medical College Admission Test scores, personal interview, and other factors. In general, applicants with less than a "B" average for all required, as well as overall college work, will not fall within the range for favorable consideration. The following five areas present the requirements which must be completed before entrance into the medical program. An average of "C" or better must be maintained in each area.

1. English: 2 years. (Normally 12 semester hours will be required.) Credit gained by advanced standing examination will be accepted.
2. Biology or Zoology: 1-1/2 years. (Normally 12 semesters hours as offered for science majors.) This should include one year of general biology - zoology (including adequate laboratory in vertebrate dissection). One additional course in the biological sciences should be selected to augment and reinforce fundamental concepts and basic terminology in vertebrate structure and function, or in cellular and molecular biology.
3. Physics: 1 year. (Normally 8 semester hours including laboratory as offered for science majors.)
4. Chemistry: 2 years. (Normally 16 semester hours including laboratory.) This experience should be about equally divided between inorganic and organic chemistry. It should include adequate time in the laboratory and familiarity with gravimetric and volumetric techniques.
5. Mathematics: 1 year. (Normally 6 semester hours: no more than 1/2 of this requirement can be met by advanced standing.) In the selection of courses, emphasis should be placed on mathematical concepts, analysis, and calculus since modern scientific communications are based on mathematics.

The selection of the First Year Class is made by the Committee on Admissions. The acceptance of credits rests with the Dean of Student Affairs. In keeping with the policies of the University governing advanced standing, it is a necessity that premedical students who already have credit for two years of college work take all additional work in an accredited senior college or university.

General Recommendation: The Committee on Admissions recommends to all premedical students that they increase their knowledge and understanding of the history, culture and behavior of man by courses in the social and behavioral sciences. Students who anticipate a career which includes research in medical science should also plan their curriculum to include additional courses which are available only at the undergraduate campus in the following areas: mathematics, physics, chemistry, the life sciences and modern foreign language.

Under certain conditions, medical students are also eligible to pursue studies leading to a graduate degree in a basic medical science. Those interested will need a baccalaureate degree and should also contact the appropriate department at the Medical Branch as early as possible for any specific requirements.

PROPOSED CHANGES IN THE CATALOGUE FOR THE YEAR 1965-66

The changes in admissions requirements outlined on the attached proposal would replace the material listed in our current catalogue on pages 25 - 27 headed "Requirements for Admission" and "Scholastic Requirements for Admission."

In the paragraph material, two major changes should be considered.

1. Page 25. Paragraph 6. Change from

"Since the traditionally high standard of medical practice requires a broad concept of human relations, maturity of judgment and a constantly increasing amount of scientific knowledge, four years of college work and the receipt of the baccalaureate degree are required for admission. The Committee on Admissions, however, reserves the right to accept for admission students who have not fulfilled this requirement but have demonstrated outstanding academic qualifications and are unquestionably mature physically, emotionally, and intellectually. No student will be accepted with less than three years of college work and students who will be eligible to receive the baccalaureate degree on completion of the First Year in the School of Medicine will be given preference."

to

"Candidates who have demonstrated after three years of college work leading to a baccalaureate degree outstanding academic, intellectual, emotional and physical maturity will be eligible for consideration. No student will be accepted with less than three years of college work (90 semester hours exclusive of physical education requirements), and students who will be eligible to receive the baccalaureate degree on completion of the First Year in the School of Medicine will be given preference."

(This is a somewhat more positive statement and more in line with practice during the past several years.)

2. Page 25. Paragraph 4. Eliminate second sentence which reads:

"Candidates for admission must be at least 18 years of age, and each candidate less than 21 years of age must present a written statement from a parent or guardian giving permission to attend medical school."

(This stipulation has never appeared in the Southwestern catalogue and we are unable to discover the basis for such a statement. A letter in this regard from Mr. W. R. Long, Assistant Land and Trust Attorney is enclosed.)

3. Page 26. Scholastic Requirements for Admission. Required premedical courses.
Change from

1. English--12 semester hours
 - a. Freshman composition and rhetoric--6 semester hours
 - b. Other English literature courses--6 semester hours
2. Biology or Zoology--12 semester hours
 - a. Must include
 - (1) 4 semester hours of laboratory work
 - (2) Comparative vertebrate anatomy
 - b. Human physiology and anatomy, and bacteriology may not be counted toward the 12 semester hour requirement in this field

3. General physics--8 semester hours (Must include 2 semester hours of laboratory work.)
4. Chemistry--18 semester hours
 - a. Inorganic chemistry, including 4 semester hours of laboratory work--8 semester hours
 - b. Organic chemistry, including 2 semester hours of laboratory work--6 semester hours
 - c. Quantitative chemical analysis, 4 semester hours (Must include a satisfactory foundation in volumetric analysis.)
5. Mathematics--6 semester hours (Must include college algebra and plane trigonometry, or analytic geometry, if desired, where trigonometry has been taken in high school.)

to

1. English: 2 years. (Normally 12 semester hours will be required.) Credit gained by advanced standing examination will be accepted.
2. Biology or Zoology: 1-1/2 years. (Normally 12 semester hours as offered for science majors.) This should include one year of general biology - zoology (including adequate laboratory in vertebrate dissection). One additional course in the biological sciences should be selected to augment and reinforce fundamental concepts and basic terminology in vertebrate structure and function, or in cellular and molecular biology.
3. Physics: 1 year. (Normally 8 semester hours including laboratory as offered for science majors.)
4. Chemistry: 2 years. (Normally 16 semester hours including laboratory.) This experience should be about equally divided between inorganic and organic chemistry. It should include adequate time in the laboratory and familiarity with gravimetric and volumetric techniques.
5. Mathematics: 1 year. (Normally 6 semester hours: no more than 1/2 of this requirement can be met by advanced standing.) In the selection of courses, emphasis should be placed on mathematical concepts, analysis, and calculus since modern scientific communications are based on mathematics.

Approval and Statement by Central Administration:

Chancellor Ransom concurs in the recommendation of Dr. William J. McGanity, Dean of the Faculty of Medicine, and Dr. Truman Blocker, Executive Director and Dean of the Medical Branch, that the following statement of requirements for admission to medical school and the changes in the Medical Branch catalog for the year 1965-66 be approved by the Board of Regents:

This is in the Proposal above.

This recommendation is the result of a study of joint faculty committees from the Medical Branch at Galveston and the Southwestern Medical School at Dallas.

ITEM NO. 2Medical Affairs CommitteeSUBJECT: Amendments to Southwestern Medical School Catalogue

RECOMMENDATION
(Suggested Minute Order by Secretary)

Upon the recommendation of the Dean of the Southwestern Medical School, concurred in by Chancellor Ransom, it is recommended by the Medical Affairs Committee

That the catalogue for the Southwestern Medical School be amended as set out below and such amendments incorporated in the 1965-66 catalogue:

1. Add the proposed Statement "Admission to the Medical Curriculum," and "Requirements"
2. Change the paragraphs on Pages 28 and 31 as indicated below in the Proposal.

PROPOSAL

By Dean of Southwestern Medical School:

May 3, 1965

Dear Harry:

As requested, we are presenting our proposed changes for our catalogue in a pattern similar to that submitted by the Medical Branch. It is our belief that these proposed changes are in close agreement in content with those from the Medical Branch and achieve a uniform presentation of admission requirements for our schools of medicine.

You will note that we have inserted the wording from the "Policy Against Discrimination" in accordance with the Board's statement of May 16, 1964.

It is our hope that the enclosed revisions may be approved by you and by the Board of Regents at their meeting on May 21-2, 1965 - since, as you know, our next catalogue is in the galley proof stage and our supply of catalogues for the current year is exhausted.

Sincerely yours,



A. J. Gill, M.D.
Dean

Statement and Proposed Changes are:

Proposed Statement

ADMISSION TO THE MEDICAL CURRICULUM

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. With respect to the admission and education of students, with respect to the employment and promotion of teaching and non-teaching personnel, with respect to student and faculty activities conducted on premises owned or occupied by the University, and with respect to student and faculty housing situated on premises owned or occupied by the University, neither the University of Texas nor any of its component institutions shall discriminate either in favor or against any person on account of his or her race, creed, or color.

Scholastic preparation for the study of medicine must emphasize development of an ability to read and comprehend and ~~the~~ express facts and ideas in clear and accurate terms. Equally important is a thorough preparation in the sciences that are essential preliminaries to the study of medicine. Premedical education, therefore, should include two types of intellectual discipline; first, the subjects common to all higher education, namely, grammar, composition and literature, a foreign language, history and government, philosophy and ethics and the behavioral sciences; second, a thorough basic preparation in mathematics, physics, chemistry and biology. No preference is given to any particular major field of study.

The demands of medical practice require a broad concept of human relations, maturity of judgment and a constantly increasing knowledge of science. Thus, four years of college and receipt of the baccalaureate degree are strongly recommended as preparation for entrance to medicine. Candidates who have demonstrated outstanding academic, intellectual, emotional and physical maturity during three years of studies toward a baccalaureate degree will be eligible for consideration. No student will be accepted with less than three years of college work (90 semester hours exclusive of physical education requirements), and students who will be eligible to receive the baccalaureate degree on completion of the first year in the Medical School will be given preference among the candidates without a degree. Applicants who have been out of college or have completed the majority of premedical courses four years or more prior to application will be required to spend at least one semester and summer in review prior to consideration by the Committee on Admissions.

REQUIREMENTS

Specific Courses

Recognizing that the grade standards vary in different colleges and universities, the Committee on Admissions carefully weighs all qualifications of each applicant in relationship to previous academic performance, recommendations, Medical College Admissions Test, personal interview, and other factors. In general, applicants with less than a "B" average for all required, as well as overall, college work will not fall within the range for favorable consideration. The following five areas present the requirements which must be completed before entrance into the medical program. An average of "C" or better must be maintained in each area.

1. English: 2 years (normally 12 semester hours will be required).
Credit gained by advanced standing examination will be accepted.
2. Biology or Zoology: 1 1/2 years (normally 12 semester hours as offered for science majors). This should include one year of General Biology - Zoology (including adequate laboratory in vertebrate dissection). One additional course in the biological sciences should be selected to augment and reinforce fundamental concepts and basic terminology in vertebrate structure and function, or in cellular and molecular biology.

3. Physics: 1 year (normally 8 semester hours including laboratory as offered for science majors).
4. Chemistry: 2 years (normally 16 semester hours including laboratory). This experience should be about equally divided between inorganic and organic chemistry. It should include adequate experience in the laboratory and familiarity with analytic and volumetric techniques.
5. Mathematics: 1 year (normally 6 semester hours: no more than 1/2 of this requirement can be met by advanced standing). In the selection of courses, emphasis should be placed on mathematical concepts, analysis, and calculus since modern scientific communications are based on mathematics.

The selection of the first year class is made by the Admissions Committee. The acceptance of credits rests with the Assistant Dean of Student Affairs. In keeping with the policies of the University governing advanced standing, it is a necessity that premedical students who already have credit for two years of college work take all additional work in an accredited senior college or university.

General Recommendation: The Committee on Admissions recommends to all premedical students that they increase their knowledge and understanding of the history, culture and behavior of man by courses in the humanities and social sciences. Students who anticipate a career which includes research in medical science should also plan their curricula to include additional courses which are available only at the undergraduate campus in the following areas: mathematics, physics, chemistry, the life sciences and modern foreign language.

Under certain conditions, medical students are also eligible to pursue studies leading to the graduate degree in a basic medical science. Those interested will need the baccalaureate degree and should also contact the appropriate department at the medical school as early as possible for any specific requirements.

Proposed Changes: Catalogue for the Year 1965-66

The changes in admission requirements outlined on the attached proposal would replace the material in our current catalogue on Page 23 in the two paragraphs headed "Admission to The Medical Curriculum" and on Page 31 in the four paragraphs headed "Specific Courses".

1. Page 28: Admission to The Medical Curriculum change from:

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. Scholastic preparation for the study of medicine should include two types of intellectual discipline: the first in the humanities, including English composition and literature, foreign language, history, philosophy, and the social sciences; the second in the sciences, including mathematics, chemistry, physics, and biology.

Since the traditionally high standard of medical practice requires a broad concept of human relations, maturity of judgment and a constantly increasing amount of scientific knowledge, four years of college work and the receipt of the baccalaureate degree are required for admission. However, the Admissions Committee will reserve the right to accept for admission a few students who have demonstrated outstanding academic qualifications and who are unquestionably mature physically, emotionally, and intellectually but who have not fulfilled this requirement.

Change to:

Admission To The Medical Curriculum

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. With respect to the

admission and education of students, with respect to the employment and promotion of teaching and non-teaching personnel, with respect to student and faculty activities conducted on premises owned or occupied by the University, and with respect to student and faculty housing situated on premises owned or occupied by the University, neither The University of Texas nor any of its component institutions shall discriminate either in favor or against any person on account of his or her race, creed, or color.

Scholastic preparation for the study of medicine must emphasize development of an ability to read and comprehend and to express facts and ideas in clear and accurate terms. Equally important is a thorough preparation in the sciences that are essential preliminaries to the study of medicine. Premedical education, therefore, should include two types of intellectual discipline; first, the subjects common to all higher education, namely, grammar, composition and literature, a foreign language, history and government, philosophy and ethics and the behavioral sciences; second, a thorough basic preparation in mathematics, physics, chemistry and biology. No preference is given to any particular major field of study.

The demands of medical practice require a broad concept of human relations, maturity of judgment and a constantly increasing knowledge of science. Thus, four years of college and receipt of the baccalaureate degree are strongly recommended as preparation for entrance to medicine. Candidates who have demonstrated outstanding academic, intellectual, emotional and physical maturity during three years of studies toward a baccalaureate degree will be eligible for consideration. No student will be accepted with less than three years of college work (90 semester hours exclusive of physical education requirements), and students who will be eligible to receive the baccalaureate degree on completion of the first year in the School of Medicine will be given preference among the candidates without a degree. Applicants who have been out of college or have completed the majority of premedical courses four years or more prior to application will be required to spend at least one semester and summer in review prior to consideration by the Committee on Admissions.

(These changes permit inclusion of the "Policy Against Discrimination" but otherwise serve only for clarification)

2. Page 31: "Requirements Specific Courses". Change from:

Except under unusual circumstances, as noted on page 28, admission to The University of Texas Southwestern Medical School requires minimum credit for four years of college work and the baccalaureate degree from a recognized and accredited college.

The following prescribed premedical courses must be completed before entrance into the medical program and an average of C or better must be presented on each specific course:

1. Twelve semester hours in English
2. Twelve semester hours in biology or zoology, including three or more semester hours in comparative vertebrate anatomy
3. Eight semester hours in physics
4. Eight semester hours in inorganic chemistry
5. Six semester hours in organic chemistry
6. Four semester hours in quantitative chemical analysis, with emphasis on volumetric assays
7. Six semester hours in mathematics, including college algebra and trigonometry (or analytical geometry, if desired, where trigonometry was taken in high school)

The acceptance of courses rests with the Assistant Dean for Student Affairs and the selection of the first-year class is made by the Admissions Committee of Southwestern Medical School. In keeping with the policy of the University governing advanced standing, it is necessary that premedical students who already have credit for two years of college work should either now enter or continue in the senior college level of preparations, particularly in the required courses.

Under certain circumstances, a person possessing an advanced degree may be admitted to Southwestern Medical School without having fulfilled all of the basic requirements for admission except those required by state law. Admissions on this basis will be handled individually and must be approved by action of the Chancellor of The University of Texas and the Board of Regents.

Change to:

Recognizing that the grade standards vary in different colleges and universities, the Committee on Admissions carefully weighs all qualifications of each applicant in relationship to previous academic performance, recommendations, Medical College Admissions Test, personal interview, and other factors. In general, applicants with less than a "B" average for all required, as well as overall, college work, will not fall within the range for favorable consideration. The following five areas present the requirements which must be complete before entrance into the medical program. An average of "C" or better must be maintained in each area.

1. English: 2 years (normally 12 semester hours will be required).
Credit gained by advanced standing examination will be accepted.
2. Biology or Zoology: 1 1/2 years (normally 12 semester hours as offered for science majors). This should include one year of General Biology - Zoology including adequate laboratory in vertebrate dissection). One additional course in the biological sciences should be selected to augment and reinforce fundamental concepts and basic terminology in vertebrate structure and function, or in cellular and molecular biology.
3. Physics: 1 year (normally 8 semester hours including laboratory as offered for science majors).
4. Chemistry: 2 years (normally 16 semester hours including laboratory). This experience should be about equally divided between inorganic and organic chemistry. It should include adequate experience in the laboratory and familiarity with analytic and volumetric techniques.
5. Mathematics: 1 year (normally 6 semester hours: no more than 1/2 of this requirements can be met by advanced standing). In the selection of courses, emphasis should be placed on mathematical concepts, analysis, and calculus since modern scientific communications are based on mathematics.

The selection of the first year class is made by the Admissions Committee. The acceptance of credits rests with the Assistant Dean of Student Affairs. In keeping with the policies of the University governing advanced standing, it is a necessity that premedical students who already have credit for two years of college work take all additional work in an accredited senior college or university.

General Recommendation: The Committee on Admissions recommends to all premedical students that they increase their knowledge and understanding of the history, culture and behavior of man by courses in the humanities and social sciences. Students who anticipate a career which includes research in medical science should also plan their curricula to include additional courses which are available only at the undergraduate campus in the following areas: mathematics, physics, chemistry, the life sciences and modern foreign language.

Under certain conditions, medical students are also eligible to pursue studies leading to the graduate degree in a basic medical science. Those interested will need the baccalaureate degree and should also contact the appropriate department at the medical school as early as possible for any specific requirements.

(The proposed changes under "Requirements Specific Courses" would follow the statement on "Admission To The Medical Curriculum" and would be followed by sections on "Residence", "Character and Age", "Legal and Regental Regulations", "Advanced Standing", "Application Procedure" and "Physical Examination". No changes are proposed in the wording of these latter sections.)

Approval and Statement by Central Administration:

Chancellor Ransom concurs in the recommendation of Dean A. J. Gill that the following statement of requirements for admission to medical school and the changes in the Southwestern Medical School catalog for the year 1965-66 be approved by the Board of Regents:

This is in the Proposal above.

This recommendation is the result of a study of joint faculty committees from the Medical Branch at Galveston and the Southwestern Medical School at Dallas.

ITEM NO. 3Medical Affairs CommitteeSUBJECT: Master of Science Degree in Dentistry, Dental Branch

RECOMMENDATION
(Suggested Minute Order by Secretary)

It is recommended by the Medical Affairs Committee that the recommendation by Deans Weiss and Whaley and Vice-Chancellor Stone, concurred in by Chancellor Ransom, that the following action of the Graduate Assembly be approved. The Board of Regents at its meeting on December 12, 1964, gave approval to the transfer of the Graduate Program in Dentistry leading to the Degree of Master of Science in Dentistry from the Graduate School in Austin to the Dental Branch subject to favorable action by the Graduate Assembly:

TRANSFER OF MASTER OF SCIENCE DEGREE IN DENTISTRY TO THE DENTAL BRANCH

On March 6, 1959, the Graduate Assembly (formerly Graduate Legislative Council) recommended that there be a Graduate Program in Dentistry leading to the degree of Master of Science in Dentistry. On June 13, 1959, this recommendation, processed through appropriate channels, was approved by the Board of Regents for submission to the Texas Commission on Higher Education; on April 10, 1961, the Texas Commission on Higher Education approved the degree program.

It is hereby recommended that this Graduate Program in Dentistry be transferred from the Graduate School in Austin to the Graduate School of Biomedical Sciences at Houston, with the stipulation that the Dean of the Graduate School of Biomedical Sciences at Houston be empowered to transfer the administration of this master's program in Dentistry to the Graduate Faculty in the Dental Branch. The Dean of the Graduate School of Biomedical Sciences at Houston shall, however, retain responsibility for the continuing review of long-range operations and maintenance of standards of the program to be administered by the Graduate Faculty in the Dental Branch.

PROPOSAL

At the December 12, 1964, meeting of the Board, approval was given to transfer the graduate program in Dentistry leading to the degree of Master of Science in Dentistry from the Graduate School in Austin to the Dental Branch. The approval given was subject to the favorable action of the Graduate Assembly.

The Graduate Assembly at their February meeting considered favorably the request but delegated the power to act to the Committee on Review of the Graduate Assembly. We are now notified that the Graduate Assembly has adopted the following:

TRANSFER OF MASTER OF SCIENCE DEGREE IN DENTISTRY TO THE DENTAL BRANCH

On March 6, 1959, the Graduate Assembly (formerly Graduate Legislative Council) recommended that there be a Graduate Program in Dentistry leading to the degree of Master of Science in Dentistry. On June 13, 1959, this recommendation, processed through appropriate channels, was approved by the Board of Regents for submission to the Texas Commission on Higher Education; on April 10, 1961, the Texas Commission on Higher Education approved the degree program.

It is hereby recommended that this Graduate Program in Dentistry be transferred from the Graduate School in Austin to the Graduate School of Biomedical Sciences at Houston, with the stipulation that the Dean of the Graduate School of Biomedical Sciences at Houston be empowered to transfer the administration of this master's program in Dentistry to the Graduate Faculty in the Dental Branch. The Dean of the Graduate School of Biomedical Sciences at Houston shall, however, retain responsibility for the continuing review of long-range operations and maintenance of standards of the program to be administered by the Graduate Faculty in the Dental Branch.

Chancellor Ransom concurs in the recommendation by Deans Weiss and Whaley and Vice-Chancellor Stone that the Board of Regents approve the action of the Graduate Assembly. This procedure establishes a relationship between a program in Dentistry with the whole graduate program in Houston that is analogous to precedent of the Master's degree in Business Administration to the graduate program on the Austin campus.

Committee of the Whole

COMMITTEE OF THE WHOLE *
Executive Session
Chairman Heath, presiding

Time: 1:45 p.m., Friday, May 21, 1965

Place: Bluebonnet Room (Second Floor)

I. REPORTS AND SPECIAL ITEMS BY CHANCELLOR RANSOM

II. REPORTS AND SPECIAL ITEMS BY REGENTS

A. Chairman Heath

Library and Institute of Public Affairs Building

B. Vice-Chairman Erwin

C. Regent Bauer

D. Regent Brennan

E. Regent Connally

F. Regent Ikard

G. Regent (Mrs.) Johnson

H. Regent Josey

I. Regent Olan

III. REPORTS AND SPECIAL ITEMS REFERRED BY STANDING AND/OR
SPECIAL COMMITTEES FOR EXECUTIVE CONSIDERATION

A. Executive Committee

B. Academic and Developmental Affairs Committee

C. Buildings and Grounds Committee

D. Land and Investment Committee

E. Medical Affairs Committee

F. Special Committees, If Any

IV. Special Items Documented on Pages 1-4 (If it is deemed
necessary to consider in Executive Session.)

V. Policy re Housing, University and Non-University-Owned

* This agenda is distributed only to the Regents and Chancellor Ransom.

1

COMMITTEE OF THE WHOLE
Chairman Heath, presiding

Date: May 21, 1965 -- 4:30 p.m.

Place: Bluebonnet Room (Second Floor)

- I. REPORTS AND SPECIAL ITEMS BY CHANCELLOR RANSOM

- II. EMERGENCY ITEMS BY INSTITUTIONAL HEADS
 - A. Texas Western College (Doctor Ray)
 - B. Medical Branch (Doctor Blocker)
 - C. Dental Branch (Doctor Olson)
 - D. M. D. Anderson Hospital and Tumor Institute (Doctor Clark)
 - E. Southwestern Medical School (Doctor Gill)
 - F. Graduate School of Biomedical Sciences at Houston (Doctor Wiess)
 - G. South Texas Medical School (Doctor Pannill)
 - H. Division of Continuing Education (Doctor Taylor)
 - I. Arlington State College (Doctor Woolf)

- III. REPORTS AND SPECIAL ITEMS REFERRED BY STANDING AND/OR SPECIAL COMMITTEES
 - A. Executive Committee
 - B. Academic and Developmental Affairs Committee
 - C. Buildings and Grounds Committee

D. Land and Investment Committee

E. Medical Affairs Committee

F. Special Committees, If Any

Special Policy Committee on Bank Depository Agreements

IV. SPECIAL ITEMS (DOCUMENTED)

Page No.

A. System-Wide

- | | |
|--|---|
| 1. Bank Depository Agreements for 1965-67 | 1 |
| 2. Bank Depository Agreements, Arlington State College, April 23 - August 31, 1965 | 2 |
| 3. Group Long-Term Disability Income Insurance Plan | 3 |

B. Main University: Texas Student Publications, Inc.

- | | |
|--|---|
| 4. Minutes of Board of Directors | 4 |
| 5. Complimentary Subscriptions to the <u>Daily Texan</u> | 4 |

THE UNIVERSITY OF TEXAS
OFFICE OF THE COMPTROLLER
AUSTIN 78712

May 4, 1965

SPECIAL ITEM
REGENTS' MEETING OF MAY 21-22, 1965

SYSTEM-WIDE - AUTHORIZATION TO NEGOTIATE RENEWAL OF BANK DEPOSITORY AGREEMENTS FOR THE TWO-YEAR PERIOD BEGINNING SEPTEMBER 1, 1965.--All of the University's present bank depository contracts expire by their terms August 31, 1965. It is recommended that Comptroller Sparenberg, with the assistance of the Executive Heads and Business Managers of the branches outside Austin, be authorized to negotiate renewal agreements with each of the present banks (listed below), all agreements to be for the two-year period beginning September 1, 1965. It is understood that after these negotiations, the agreements will be brought back to the Board for approval before final execution by the Chairman.

Arlington, Texas
First National Bank
Arlington State Bank

Austin, Texas
The American National Bank
The Austin National Bank
The Capital National Bank
City National Bank
Texas State Bank

Dallas, Texas
First National Bank
Mercantile National Bank
Republic National Bank

El Paso, Texas
El Paso National Bank
Southwest National Bank
The State National Bank
Chelmont State Bank

Fort Worth, Texas
The Fort Worth National Bank

Galveston, Texas
First Hutchings-Sealy National Bank 60
Moody National Bank 30
United States National Bank 10

Houston, Texas
First City National Bank
Bank of the Southwest National Association
Fannin Bank

As the main list of banks - call

12/13/65 (Boas)

12/13/65

THE UNIVERSITY OF TEXAS
OFFICE OF THE COMPTROLLER
AUSTIN 78712

May 4, 1965

SPECIAL ITEM
REGENTS' MEETING OF MAY 21-22, 1965

RATIFICATION OF BANK DEPOSITORY AGREEMENTS FOR ARLINGTON STATE COLLEGE.--

When the Legislative Act which placed Arlington State College in The University of Texas System became effective on April 23, 1965, it was necessary to negotiate, process, and execute promptly bank depository agreements with the four banks in which deposits were carried for Arlington State College. These agreements have been prepared by the Comptroller's Office, effective April 23, 1965 and extending through August 31, 1965, have been signed by all parties concerned except the Chairman and Secretary of the Board of Regents, and should be completely consummated before the Board meeting. It is recommended that the Board ratify the signature of these agreements on behalf of the Board by the Chairman of the Board. Listed below are the names of the depository banks involved in these agreements:

Arlington, Texas
Arlington State Bank in Arlington
First National Bank in Arlington, ¹⁰

Dallas, Texas
Republic National Bank of Dallas, ¹⁰

Fort Worth, Texas
The Fort Worth National Bank, ¹⁰

*30.72 12/11
30.72 12/11
70 Mex.
20 N.B.C.*

100 Dules.

AST

ITEM NO. 3Committee of the WholeSUBJECT: Group Long-Term Disability Income Insurance Plan for The University of TexasRECOMMENDATION
(Suggested Minute Order by Secretary)

A contract with Aetna Life Insurance Company for the Group Long-Term Disability Income Insurance to all eligible employees of The University of Texas System was authorized upon recommendation of Chancellor Ransom. The contract is to be effective October 1, 1965, at a rate of 49¢ per hundred dollars per month which would provide benefits in the amount of 65% of salary up to a maximum of \$30,000 per year with a 90-day waiting period preceding the benefit period. A tabulation of the bids that were taken following authorization at the meeting on January 30, 1965, is in the Secretary's Files, Volume XII, Page _____.

PROPOSAL
(As Submitted by Administration)

At the January 30, 1965, meeting, the Board of Regents authorized the administration to take bids for group long-term disability income insurance for faculty and staff members in accordance with the "Proposal" and "Bid Specifications" as presented.

Sealed bids were opened on April 8, 1965, and a total of 24 bids were received.

Chancellor Ransom concurs in the recommendation of the Central Administration staff that the Board of Regents authorize the execution of a contract with Aetna Life Insurance Company for the group long-term disability income insurance to all eligible employees of The University of Texas System to be effective October 1, 1965 at a rate of 49¢ per hundred dollars per month which would provide benefits in the amount of 65% of salary up to a maximum of \$30,000 per year with a 90-day waiting period preceding the benefit period.

The Aetna Life Insurance Company submitted a bid in accordance with our specifications and did not qualify their bid with respect to percent of employees participating in the plan. A copy of the bid tabulation and the remarks pertaining to the exceptions or qualifications to our specifications, together with System Personnel Advisor Kennedy's recommendation and the reasons therefor follows.

ADDITIONAL INFORMATION

Minute Order of January 1965:

GROUP LONG TERM DISABILITY INCOME INSURANCE, SYSTEM-WIDE: BIDS AUTHORIZED. -- The Administration was authorized to take bids for group long term disability income insurance for faculty and staff members on a University system-wide basis in accordance with the "Proposal" and "Bid Specifications" as submitted, effective October 1, 1965, with the understanding that in addition to the qualifications of the bidders that are listed in the "Bid Specifications" such company bidding must be recommended by the latest edition of Best Insurance Guide. A copy of the "Proposal" and "Bid Specifications" is in the Secretary's Files, Volume XII, Page _____.

N 29 1965

This insurance shall be paid for by each individual.

Specifications were sent to every insurance company licensed to do business in the State of Texas.

Below are the Conditions set out in the Bid Proposal:

CONDITIONS

1. The Insurance Company will supply as many group enrollment personnel for each component institution as the University deems necessary for the establishment of this program.
2. The above quoted premium rates are acceptable by the University until September 1, 1965.
3. The above quotations are made with the expressed understanding that the premiums are guaranteed against an increase for a period of three years from October 1, 1965, and the rates will thereafter be determined by a direct experience rating of the plan.
4. Qualification of Bidder - All companies submitting bids shall meet the following qualifications and by signature below hereby certifies that these qualifications are met:
 - a. Be licensed by the State of Texas to do business in the State of Texas and to write the type of coverage involved.
 - b. Have a Policyholders' Surplus of \$5,000,000.00 or more.
 - c. Have written income protection insurance for at least 10 years and have written group income protection insurance for at least 5 years with coverage involving separate groups of at least 300 covered employees.

CAS 14 it's good
I'll need to see
McC. to B/R next
4/29



THE UNIVERSITY OF TEXAS
AUSTIN, TEXAS 78712

VICE-CHANCELLOR FOR
ACADEMIC AFFAIRS, U. OF T.
REC'D APR 28 1965
REFER TO
HANDLE.....READ & RETURN.....

3a

UNIVERSITY PERSONNEL OFFICE

April 26, 1965

JCK/K
CAS 4

MEMORANDUM

TO: Dr. Norman Hackerman
FROM: Joseph C, Kennedy, System Personnel Advisor
SUBJECT: Recommendation for Group Long-Term Disability Income Insurance Plan for the University of Texas System

On April 8, 1965, at 2:30 P.M. sealed bids were opened in the System Personnel Office from insurance companies bidding on the group long-term disability income insurance plan for eligible employees of the University of Texas System. A total of 24 bids were opened and recorded.

During the last several weeks a detailed analysis was made of the bids and the following observations are made concerning the bids which are recorded on the attached bid tabulation and "remarks" sheets:

1. Very few of the companies bid on the proposals without making some qualifications and/or exceptions to the specifications.
2. Only three companies did not require some percentage of participation.

As can be seen from the attached tabulation of bids, only two companies, Fireman's Fund American Insurance Companies and Aetna Life Insurance Company bid less than 50¢ per hundred on the base bid. Of these two, Aetna Life Insurance Company did not require a percentage of participation. Fireman's Fund required 75% participation which, based upon our previous group insurance plan experience, I feel quite positively could not be met with our group. Furthermore, the specifications as approved by the Regents specifically excluded any percentage participation.

The remainder of the bids were somewhat higher than these two with most of the companies qualifying their bids, many with the 75% minimum participation.

Aetna Life Insurance Company has handled the group life insurance programs for the University of Texas since 1925 and has to the best of my knowledge provided excellent service to the group. Effective January 1, 1964, the group life insurance plan with Aetna was greatly expanded with coverage increasing from approximately 1,100 covered employees to approximately 5,000 covered employees. In connection with this increased enrollment, Aetna Life Insurance Company provided many field group representatives at

Memorandum: Dr. Norman Hackerman
April 26, 1965

Page 2

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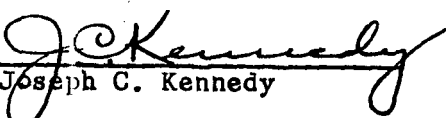
all component institutions to process the enrollment. I don't believe that there is any question that Aetna Life Insurance Company can properly service our system-wide group.

Based upon the above factors, it is my recommendation that a contract be prepared with the Aetna Life Insurance Company for the presentation of group long-term disability insurance to all eligible employees of the University of Texas System to be effective October 1, 1965, at a rate of 49¢ per hundred. This recommendation is based upon Alternate Bid No. 1 for faculty and non-teaching employees. This plan would provide for benefits in the amount of 65% of salary up to a maximum of \$30,000 per year with a 90 day waiting period. Due to the overall complexity of the group as well as the additional cost involved, we do not feel the pension supplement, which is Alternate Bid No. 3, should be included in our plan.

It is recommended that the persons listed below meet for the purpose of considering the bid proposals and the approval of a final recommendation to the Board of Regents, and I will be glad to arrange the meeting.

As I am sure you are aware, this recommendation should be made as soon as possible in order that enrollment information might be presented to faculty members prior to some of them leaving at the end of May. Please let me know if you should have any questions concerning this recommendation.

I should like to point out that I believe the quoted rate from Aetna Life Insurance Company is an exceptionally good one. An eligible employee whose salary is \$12,000 per year would pay only \$4.90 per month.


Joseph C. Kennedy

jb

Enclosures

cc w/encl.: Dr. H. H. Ransom
Dr. J. C. Dolley
Dr. L. D. Haskew
Mr. C. H. Sparenberg
Mr. Graves Landrum
Mr. James Colvin
Mr. Joseph H. Culver

KEY:
 Base Bid: 65%, 90 days, \$20,000 max., all employees
 Alt. Bid #1: 65%, 90 days, \$30,000 max., all employees
 Alt. Bid #2: 65%, 120 days, \$20,000 max., faculty only
 65%, 120 days, \$30,000 max., faculty only
 Alt. Bid #3: 65%, 90 days, \$20,000 max., all employees plus pension supplement

B I D I N F O R M A T I O N

THE UNIVERSITY OF TEXAS SYSTEM

GROUP LONG TERM DISABILITY INCOME INSURANCE PROPOSALS

BID OPENING: 2:30 P. M., APRIL 8, 1965

NAME OF INSURANCE COMPANY	BASE BID	ALTERNATE BID NO. 1	ALTERNATE BID NO. 2		ALTERNATE BID NO. 3			EXCEPTIONS TO SPECIFICATIONS AND/OR REMARKS
			\$20,000 max.	\$30,000 max.	Yes	No	If Yes	
Connecticut General Life Insurance Co. Agent - none	.608	--	.824	--	X		751(all eligibles) 961(faculty only)	See Note 1 attached.
Mutual of Omaha Agent - E. T. Morris, Austin, Texas	.570	.570	.650	.650	X		630	See Note 2 attached.
Insurance Company of North America Agent - William Gammon, Austin, Texas	.580	--	.470	--	X		670(all eligibles) 680(faculty only)	See Note 3 attached.
Insurance Company of North America Agent - William Gammon, Austin, Texas	.580	--	.470	--	X		670	See Note 4 attached.
Insurance Company of North America Agent - Jerry R. Caldwell, Beaumont, Tex	.580	--	.470	--	X		670	See Note 5 attached.
Continental Casualty Company Agent - John L. Wortham & Son, Houston	.5404	.5404	.6393	.6393	X		6190	See Note 6 attached.
Travelers Insurance Company Agent - John L. Wortham & Son, Houston	.573	--	.541	--	X		781	See Note 7 attached.
Insurance Company of North America Agent - Noble W. Doss, Austin, Texas	.580	--	.470	--	X		670	See Note 8 attached.
Prudential Insurance Company of America Agent - none	.526	--	.578	--		X	---	See Note 9 attached.
Travelers Insurance Company Agent - none	.573	--	.541	--	X		781	See Note 10 attached.
Insurance Company of North America Agent - Jerry R. Caldwell, Beaumont	.580	--	.470	--	X		670(all eligibles) 680(faculty only)	See Note 11 attached.
Insurance Company of North America Agent - Trimble-Batjer, San Angelo	.580	--	.470	--	X		670(all eligibles) 680(faculty only)	See Note 12 attached. 25

B I D T A B U L A T I O N

THE UNIVERSITY OF TEXAS SYSTEM

GROUP LONG TERM DISABILITY INCOME INSURANCE PROPOSALS

BID OPENING: 2:30 P. M., APRIL 8, 1965

NAME OF INSURANCE COMPANY	BASE BID	ALTERNATE BID NO. 1	ALTERNATE BID NO. 2		ALTERNATE BID NO. 3			EXCEPTIONS TO SPECIFICATIONS AND/OR REMARKS
			\$20,000 max.	\$30,000 max.	Yes	No	If Yes	
1. Connecticut General Life Insurance Co. Broker - John Ridings Lee, Dallas, Tex	.608	---	.824	---	X		.751(all eligibles) .961(faculty only)	See Note 13A attached.
2. Connecticut General Life Insurance Co. Broker - John Ridings Lee, Dallas, Tex	.650	---	---	---	X		.647	See Note 13B attached.
3. Fireman's Fund American Insurance Co. Agent - Munger-Moore, Dallas, Texas	.410	.415	.470	.477		X	---	See Note 14 attached.
4. Insurance Company of North America Agent - Munger-Moore, Dallas, Texas	.580	---	.470	---	X		.670(all eligibles) .680(faculty only)	See Note 15 attached.
5. Hartford Accident & Indemnity Co. Agent - Houston, Stevenson, & Cummings Houston, Texas	.818	.836	.780	.797	X		.873	See Note 16 attached.
6. Horace Mann Life Insurance Company Agent - Francis Barrow, Austin, Texas	1.350	1.420	1.230	1.300		X	---	See Note 17 attached.
7. Aetna Life Insurance Company Agent - none	.480	.490	.580	.590	X		.530	See Note 18 attached.
8. Insurance Company of North America Broker - John L. Wortham & Son, Houston	.580	---	.470	---	X		.670	See Note 19 attached.
9. Continental Insurance Company Group Commercial Insurance Company of Newark Agent - John L. Wortham & Son, Houston	.5972	---	.5566	---		X	---	See Note 20 attached.
10. Insurance Company of North America Agent - Trimble-Batjer, San Angelo	.580	---	.470	---	X		.670	See Note 21 attached.
11. Insurance Company of North America Agent - Wray, Couch & Elder, Houston	.580	---	.470	---	X		.670	See Note 22 attached.
12. Southland Life Insurance Company Agent - Joe Shirley, Austin, Texas	.5485	.5485	.6489	.6489	X		.6283(all eligibles) .7395(faculty only)	See Note 23 attached.

B I D T A B U L A T I O N

THE UNIVERSITY OF TEXAS SYSTEM

GROUP LONG TERM DISABILITY INCOME INSURANCE PROPOSALS

BID OPENING: 2:30 P. M., APRIL 8, 1965

NAME OF INSURANCE COMPANY	BASE BID	ALTERNATE BID NO. 1	ALTERNATE BID NO. 2		ALTERNATE BID NO. 3			EXCEPTIONS TO SPECIFICATIONS AND/OR REMARKS
			\$20,000 max.	\$30,000 max.	Yes	No	If Yes	
Mutual Life Insurance Company of New York Broker - Sid Murray, Corpus Christi	2.290	--	--	--	-	-	--	See Note 24 attached.

3f

EXCEPTIONS AND/OR REMARKS TO SPECIFICATIONS
ON BIDS FOR GROUP LONG TERM DISABILITY INCOME INSURANCE

THE UNIVERSITY OF TEXAS

Note 1. Connecticut General Life Insurance Company

- A. 75% participation of eligible employees required.
- B. Did not use bid proposal form.
- C. Did not quote on \$30,000 maximum salary.
- D. Mental illness qualification on disability.

Note 2. Mutual of Omaha

- A. 75% participation of eligible employees required to begin. Also 75% participation must continue for three years in order for rate to be guaranteed for the first three years.
- B. Claims to be paid from Home Office, Omaha, Nebraska.
- C. Rate further reduced if 85% or 95% participation is secured.
- D. Did not quote on \$30,000 maximum salary since they indicated no one in the group would qualify for more than \$1,083 benefits per month.
- E. For alternate Bid No. 3, the Insurance Company would also pay for contributions to employee's retirement account.
- F. Final rate subject to actual ages and salaries of those persons enrolling in the plan on the effective date.
- G. Leave of absence would not be covered.

Note 3. Insurance Company of North America

- A. 75% participation of eligible employees required.
- B. Did not use bid proposal form.
- C. Supplemental Pension Benefit payable only if the employee has been disabled for at least 18 months and has received the disability benefit for at least 15 months.
- D. Supplemental Pension Benefit (Alternate Bid No. 3) the maximum annual salary is \$8400.
- E. Different definition of total disability.

Note 4. Insurance Company of North America

- A. 75% participation of eligible employees required.
- B. Claims to be paid from either Dallas, Houston, Longview, Lubbeck, Beaumont, San Antonio, or Corpus Christi.
- C. Supplemental Pension Benefit payable only if the employee has been disabled for at least 18 months and has received the disability benefit for at least 15 months.
- D. The Company is unwilling to quote on a \$30,000 maximum insurable salary basis.
- E. Coverage during an authorized leave of absence may be continued for a maximum of six months by the payment of premium in advance.
- F. Different definition of total disability.

Note 5. Same as Note No. 4

Note 6. Continental Casualty Company

- A. The Company has agreed they will be open to negotiation for 60 to 66 2/3% participation.
- B. Would consider covering Leave without Pay under certain conditions.
- C. Additional detailed discussion on Experience Rating. (See Proposal)
- D. Did not use entire bid proposal form.
- E. Minimum age limit of 18 years old.
- F. Includes a benefit consisting of allowances for dismemberment and loss of sight.

Note 7. Travelers Insurance Company

- A. Company indicates satisfactory initial participation to be agreed upon.
- B. Claims to be paid from San Antonio.
- C. Mental illness qualification on disability.
- D. Discussion in proposal on \$30,000 maximum.

Note 8. Same as Note No. 4.

Note 9. Prudential Insurance Company of America

- A. 75% minimum participation required.
- B. Claims to be paid from Houston.
- C. Did not use bid form.
- D. Unable to give quote on \$30,000 maximum with data provided.
- E. Will compute a supplemental retirement bid if awarded base bid.
- F. Rate quoted is illustrative only. Guaranteed rate for 3 years to be given at time of issue.
- G. Company has no formal rehabilitation program.
- H. Benefits paid only when disabled person residing in U.S. or Canada.

Note 10. Same as Note No. 7.

Note 11. Same as Note No. 3.

Note 12. Same as Note No. 3.

* Note 13A. Same as Note No. 1.

* Note 13B. Connecticut General Life Insurance Company

- A. No exceptions mentioned. Bid proposal only submitted.
- B. Answered "none" to Alternate Bids 1 and 2.

Note 14. Fireman's Fund American Insurance Companies

- A. 75% participation of eligible employees required.
- B. Claims to be paid from Dallas.
- C. Would not bid on retirement supplement without additional information on retirement system.
- D. Provision that insured person must become disabled within 100 days after the accident.

Note 15. Same as Note No. 3.

Note 16. Hartford Accident and Indemnity Company

- A. 75% participation of eligible employees required.
- B. Claims to be paid from Houston.
- C. Qualification on retirement supplement.
- D. Rate guaranteed for one year instead of three years.
- E. Exceptions for mental illness.

Note 17. Horace Mann Life Insurance Company

- A. No percentage of participation required.
- B. Claims to be paid from Austin.
- C. Detailed explanation of a different retirement supplement plan.
- D. The company does not assist a disabled employee to rehabilitate himself.

* Both proposals submitted in one envelope

Note 18. Aetna Life Insurance Company

- A. No percentage of participation required.
- B. During first six months of disability, claims are paid from offices in Houston, Dallas, San Antonio, El Paso, and Fort Worth. Thereafter claims would be paid from the Home Office located in Hartford, Connecticut.
- C. Detailed discussion of experience rating.

Note 19. Same as Note No. 4.

Note 20. Commercial Insurance Company of Newark

- A. Stipulations if participation does not reach 75%.
- B. Claims to be paid from Austin, Amarillo, Abilene, Beaumont, Corpus Christi, Dallas, Fort Worth, Houston, Midland, San Antonio and Wichita Falls.

Note 21. Same as Note No. 4.

Note 22. Same as Note No. 4.

Note 23. Southland Life Insurance Company

- A. 75% participation of eligible employees required.
- B. Claims to be paid from Dallas.
- C. Has provisions for specific losses.
- D. Detailed discussion of experience rating.

Note 24. Mutual Life Insurance Company of New York

- A. No percentage participation required.
- B. Claims to be paid from New Orleans.
- C. Detailed alternate approach to a disability plan presented.
- D. Extensive rehabilitation program.
- E. Did not quote on alternate bids.

ITEM NO. 4Committee of the WholeSUBJECT: Minutes of Board of Directors of Texas Student Publications, Inc.

In compliance with the Rules and Regulations, Part Two, Chapter X, Section 8, there is submitted on the following pages for the Regents' consideration actions taken by the Board of Directors of Texas Student Publications, Inc., as reflected in the minutes of the meetings of the Board of Directors held on March 16 and 30 and April 7, 14, and 21. The minutes for March 16 and 30 were received at the April meeting of the Regents and the Budgets for 1964-65 and for the Summer Texan were approved.

NOTE: Recommendations re TSP, Inc., on Page M-b-30.

ITEM NO. 5SUBJECT: Texas Student Publications, Inc.: Complimentary Subscriptions to the Daily Texan

RECOMMENDATION
(Suggested Minute Order by Secretary)

The proposed minute order based on assumption of Administration's recommendations being approved will be withheld pending presentation to the Board.

PROPOSAL
(As Submitted by Administration)

Texas Student Publications, Inc. Board of Directors in a meeting held on April 7, 1965, requested approval that complimentary subscriptions be sent to the following:

1. Exchanges with other college newspapers.
2. Ex-editors of The Daily Texan.
3. Ex-managing editors of The Daily Texan.
4. One copy for each Texan staffer.
5. TSP Board members.

The recommendation of the administration is in keeping with the policy adopted by the Board of Regents, since exchanges with other college newspapers does not represent a complimentary subscription, and copies to TSP Board members, Texan staffers, and ex-editors of The Daily Texan represent compensation.

The Administration has two other items which they wish to discuss and get guidance relating to Board policy.

Minutes
Texas Student Publications, Inc.
Board of Directors
Tuesday, March 16, 1965
4:00 p.m.

Voting members present: Greg Lipscomb, Norris Davis, Bill Moll, Jim Lederer, Chuck Clark, Olin Winkle, David Carlock, Cindy Brantley

Non-voting members present: Loyd Edmonds, Charnayne Marsh, James Vowell, Bill McReynolds, Jack Holland.

Visitors present: Sid Nolan, Denis Horgea, several Texan staff members and other students.

Chairman Greg Lipscomb opened the meeting at 4:07 p.m., and stated that the purpose of the meeting was to consider the recent action of the Board of Regents of The University of Texas eliminating complimentary subscriptions to The Daily Texan, except for those to advertisers, and other restrictions on the authority of the TSP Board. He called attention to the official statement made by the Regents which had been distributed to all Board members. This official statement appears as Appendix A in the permanent minutes.

Lipscomb then read his prepared statement as follows:

"My first reaction on hearing of the Regents action was to resign in protest as Chairman of the TSP Board. By Regental edict our power had been sapped from us, as had a substantial means of communicating with the public, and communication is our business. Reasons given were financial, yet, neither Mr. Edmonds nor myself, the only ones who would know in detail our financial situation, were consulted. The TSP Board in no form, nor the administration for that matter, were given the opportunity for a hearing. We simply awakened one Saturday morning to find ourselves a Regental sub-committee, making our position as directors of a publishing corporation articular at most.

Upon reconsideration at this time, I feel I could be more effective in remedying the situation by remaining on the Board. Retaining my position, I urge strong, swift and firm re-action to the Regents decision. I have chatted with both Dr. Ransom and Mr. Erwin. The original issues arose from protestations to Mr. Erwin by Austin banks that TSP was investing in California banks. Mr. Erwin, not being aware of the potential power of the Regents over TSP placated the bankers for the time being.

Last week a formal change needed to be made in the TSP Charter, and sent to the Secretary of State via the Regents. Erwin was given the task of verifying the needed change in the Charter. Upon examination of the Charter he discovered that the Regents were in fact, made legally responsible, vested with trust for TSP operations. He also discovered for the first time our rather extensive scope of operation. He drew an analogy to a recent similar discovery of the Athletic Council, extensive operation and responsibility on which the Regents place a twenty-day curb, and limited their free ticket distribution. Similar action was then taken 2 hours before the Saturday morning arrangement with respect to TSP. The Regents simply discovered that they were responsible for a corporation and took steps to match their responsibility with control. They then took

the additional step, one, I would think could only properly be made on a financial basis by TSP, of ending all free distribution of the Texan because of financial reasons.

I would urge one of the following courses of action:

1. We cannot run a publishing business under the restrictions of a 20-day silence rule, therefore, (a) we should urge it's abolishment immediately asking for a meeting of the Board of Regents Executive Committee to approve it temporarily until the full Regent Board meets on April 2. Erwin has said he would oppose a complete reversal. (b) In the alternative, abolish the rule except for certain major policy decisions to be enumerated and not to include editorial policies. (c) In the alternative, lessen the period to no more than three days (72 hours) to allow mailing minutes to Regents. (d) In the alternative, the TSP Board take immediate steps to move the corporation off campus. This I feel would be better than TSP Board's resigning (for the reason that we simply cannot, and refuse to operate under the new rule), and handing the entire operation to the minutest detail to the Regents! We simply must impress upon the Board that we are not like the Athletic Council or Hogg Foundation, recent "acquisition" of the Regents.

In regard to the Regents' decision to terminate free delivery:

- (1) We request immediately that the Board reverse it's decision,
or
- (2) That it reverse it on a selective basis of picking particular groups to which to resume free delivery. For the remainder TSP should allocate funds for subscriptions, see that funds are raised elsewhere, or establish pay stands at the Capitol.
- (3) That TSP cooperate with student efforts to channel Texans to the Legislature, raise money for subscriptions, for Legislators, etc.

Respectfully submitted,

/s/ Greg Lipscomb

P. S. Mr. Erwin does have a point concerning the delivery of free Texans, although he did not say he was aware of these figures or any figures as to cost of free Texans. Such free issues cost TSP about \$1,000.00 per year, yet we certainly are not running in the red.

P. P. S. Mr. Erwin is willing to appear before the TSP Board to explain his feelings.

In the discussion that followed the reading of Lipscomb's comments, Moll and Hinkle said that it would be most difficult to operate the publishing business under the new rule that the Regents must approve every action of the Board. The 20-day clause is impractical in a business that has questions that must be settled daily, they said. Clark questioned the policy of allowing the Athletic Department to give complimentary tickets to athletic events, but denying The Daily Texan to give complimentary subscriptions to the Texan. Carlock said he felt the complimentary Texans were an important investment to the University.

Edmonds commented on the importance of the Freshman edition, and said it accounted for nearly 40% of the total Summer Texan income, and was generally considered the best and biggest Texan of the year. Moll suggested that some of the \$4.10 blanket tax allocation for The Daily Texan could be held out and paid to TSP for subscriptions to the Legislators. He also suggested that an impressive presentation of last year's operation, and the effect of the new rule on the business operation of TSP should be made to the Regents.

MOTION: Moll moved and it was seconded by Davis that Erwin be invited to a called meeting of the TSP Board at Erwin's convenience. Holland suggested that the chairman of the Board of Regents should be contacted, and asked to suggest a representative of the Regents. Moll accepted the amendment made by Holland, so the motion as amended read that chairman of the Board of Regents be requested to have one or more representatives of the Board of Regents meet with the Directors of TSP to discuss the recent rulings. The motion passed by unanimous approval.

Edmonds explained that although Bowden could not be present he had expressed his desire that the TSP Board be calm in requesting the Regents to interpret what they mean by the new rules. Bowden had said he felt the Board should not ask the Regents to back down, but to let it be known that TSP cannot operate under the new rules. He felt the long-range financial plans of TSP should be thoroughly explained to the Regents, and he hoped that the Regents would reconsider on most of the complimentary subscriptions. Moll suggested that the comprehensive report be prepared on items affected by the changes, and the problems created by the Regents' resolution. Edmonds said he would prepare a report with the assistance of Chairman of the Executive Committee, Davis, and Chairman of the Board, Lipscomb. He suggested a report prepared in the format of the Regents' resolution with problems created by each section of the resolution.

Further discussion followed concerning the requesting that complimentary subscriptions be re-instated. Holland suggested that Ransom not be approached since he had no choice but to say no. Davis questioned why the student newspaper needs to be sent to members of the Legislature. Brantley felt they should have a chance to see the student newspaper.

MOTION: Brantley moved that the Regents be requested to allow Texans to be sent to certain groups of people who had received comp copies, including the Legislators. Further discussion followed, and Brantley said she would withdraw her motion if the proposed report would include why complimentary subscriptions are important to the Texan.

At this point, Lipscomb talked on the telephone with Regent Frank Erwin, and it was mutually agreed that an informal get-together would be held at 3:00 p.m. on Friday, March 19 in the Regents' room. Brantley questioned the procedure, but Holland stated that the Regents' chairman would still be requested to suggest a representative to meet with the TSP Board at a formal meeting at a later date.

The meeting was adjourned at 5:20 p.m. on a motion made by Hinkle.

Minutes
Board of Directors
Texas Student Publications, Inc.
Tuesday, March 30, 1965

CHANCELLOR'S OFFICE U. of T.

Acknowledged File

REC'D APR 1 1965

Members present: Olin Hinkle, Ed Bowden, Charles Clark, Jim Lederer, Norris Davis, David Carlock, Greg Lipscomb, Bill Moll.

To..... For Info and Return
To..... Please Advise Me
To..... Please Handle

Non-voting members present: Jack Holland, Loyd Edmonds, Bill McReynolds, Susan McGinness, Mary Weatherspoon, James Vowell. *Charmayne Marsh*

Visitors present: Tom Daly, Gemell Roessner, Richard Swallow, Royce Lanier, James Hall, Sidney Nolan, Denis Horgan, and several representatives of The Daily Texan.

Davis, Vice-Chairman of the Board, opened the meeting at about 4:15. Lipscomb had requested that the consideration of adopting Image as an official student publication be put first on the agenda.

DISCUSSION OF IMAGE, STUDENT ARCHITECTURE MAGAZINE. Tom Daly, present Editor of Image was introduced and distributed copies of Image along with a dittoed prospectus as follows:

TO THE BOARD OF DIRECTORS OF TEXAS STUDENT PUBLICATIONS INC. concerning publication of IMAGE

IMAGE was founded by a group of architecture students during the 1963-64 school year. The idea received enthusiastic support from the students and faculty of the School of Architecture. The first issue was published in May 1963. Since then, continued student interest and support have broadened the scope and increased the size of successive issues.

The purpose of IMAGE is to provide analytical and creative criticism and an outlet for student experiment in the visual arts and in environmental design. We believe that it is important for students to be able to participate in the presentation of a publication in this area. Also it is important that the university community be made aware of these considerations. Our society is beginning to see the chaotic condition of our cities and countryside and beginning to be concerned with the low level of visual arts. IMAGE provides an opportunity for the University of Texas to lead in these areas of concern.

The editorial staff of IMAGE consists of an editor, two associate editors, a business manager and nine working staff members. Four faculty advisors are appointed by the Director of the School of Architecture. In the past the editor and his associates have been selected by outgoing editors. We feel that an editor elected from the School of Architecture with qualifications as approved by the advisors, would be of benefit to the publication in the future.

IMAGE has been financed through sales to students, faculty and contributions with the School of Architecture CLASP fund providing for the balance of the expenses. The School has, therefore, assumed ownership of all unsold copies and has distributed them as they saw fit. If publication of IMAGE is accepted by TSP the School of Architecture will agree to purchase a designated number of copies at a price which will balance the publications budget.

Through publication by Texas Student Publications, Inc., IMAGE would benefit in several ways. The professional services of TSP would contribute to the quality of IMAGE. The continuity provided by permanent office staff would facilitate handling of the business of the publication. The formalizing of organization, scope and purpose in written form would be of value to the continuation of the publication.

As there is no TSP publication dealing with visual and environmental design IMAGE would increase the contribution of Texas Student Publications to the academic growth of the University and its leadership in the community through work in these vital areas.

In the discussion that followed his presentation it was pointed out that the last issue of Image had a circulation of about 1,000 of which around 200 copies were bought by students. Printing cost was about \$1,100. Reasons for their desire to come under TSP were: to get a broader base for circulation and to take the business affairs of the publication out of the School of Architecture. Edmonds pointed out that the business office could handle the business affairs of Image but he saw a need for a full time magazine advisor. It was agreed the magazine was a going concern and had a look of quality and would not cost TSP any more than general overhead expenses.

MOTION: Clark moved, seconded by Davis that a committee be appointed to study the question of whether or not TSP should accept Image as an official student publication. Davis commented that at some time Image would be required to stand its share of general overhead expense. Moll said the committee should specify responsibilities of the School of Architecture and of TSP. After further discussion, the motion passed by unanimous approval.

CACTUS PHOTOGRAPH: At this point in the meeting a Cactus photographer shot pictures of voting and non-voting members of the TSP Board for the 1965 Cactus.

Bowden said he thought it was time the Board should consider re-organizing the structure of TSP. With six different publications and a seventh being proposed, he suggested separate Boards for the individual publications or groups of publications with the one TSP Board at the head of this organization. He said the lesser boards would take care of details while the TSP Board would deal with policy matters. He said this could not be accomplished with sub-committees of one Board since there would be too much work involved for the same people. It was agreed that his ideas had merit and would be considered in the re-writing of the TSP Handbook.

APPROVAL OF MINUTES OF THE MEETING OF MARCH 9 AND MARCH 16: On Page 4 of the Minutes of March 9, 1965 a correction was made to show that on Wednesday, April 21, the TSP Board would meet to approve nominees for paid staff positions other than the Editor of the Ranger Magazine. The minutes as written had indicated approval of the Managing Editor and Art Director of the Ranger Magazine. With this correction the Minutes of March 9 and of March 16 were approved as circulated.

McReynolds suggested that a TSP Secretary take the minutes of the meetings in order to relieve Edmonds of the responsibility and to give a more complete coverage of the meetings. Edmonds said he would give this a try at the next meeting.

REPORT OF THE FINANCE COMMITTEE: Chairman Clark called attention to the Report which had been distributed to Board members. The report appears in the permanent minutes as Appendix A. In the discussion that followed, Edmonds pointed out that the summer budget did not include any income for the mailing of the Freshman Edition to 6,000 new students. The Board was reminded that Mr. Erwin, member of the Board of Regents, had said he would try to find a source for some money to pay for this Freshman Edition. Edmonds said the cost would be about \$875.00.

MOTION: Clark moved and Holland seconded that the six recommendations of the Finance Committee be accepted.

Davis moved an amendment to the motion and McReynolds seconded that the Summer Texan budget include the approximate amount of \$900.00 as income for the Freshman Edition. The amendment was passed by unanimous approval. The question was called on the main motion of accepting the six recommendations of the Finance Committee and this motion also passed by unanimous approval. Following are the recommendations as adopted:

1. That the TSP Budgets be amended to show a total net income of \$5,806.00.
2. That summer budget be adopted showing net income of \$555.00.
3. That Texan advertising rates be increased approximately 10% as indicated on report.
4. That these rates be submitted to the Regents as part of the Budgets.
5. That the TSP Handbook be amended to include authorization for the TSP Board to borrow up to \$15,000.00 for short periods while awaiting quarterly interest on short term investments.
6. That the University Personnel Office be requested to survey TSP student jobs and make salary suggestions.

QUESTION OF FIRING LINE LETTERS: Hayden Freeman was introduced to the Board, and stated his complaint that he had been denied the privilege of having his letter published in the Firing Line since he was considered a Texan staffer by the editor. He said he was not in effect a staffer and requested clarification of the policy. No action was taken on his complaint and it was assumed the Texan Editor had the responsibility of interpreting the Handbook regulations concerning Letters to the Editor.

NEXT MEETING OF THE TSP BOARD: Edmonds was instructed to set a meeting for the week of April 5, and so notify Board members. The meeting was adjourned at 6:10 p.m.



JOURNALISM BUILDING ROOM 107
GREENWOOD 1-5244
THE UNIVERSITY OF TEXAS
DRAWER D UNIVERSITY STATION
AUSTIN, TEXAS 78712

TEXAS STUDENT PUBLICATIONS, INC.

Appendix A

March 30, 1965

REPORT OF TSP FINANCE COMMITTEE MEETING
Monday, March 29, 1965, 4:00 pm

Members present: Clark, Davis, Hinkle and Edmonds

The following recommendations were made:

1. Amendments to TSP Budgets (attached)
2. Summer Budget (attached)
3. Texan Advertising Rates (attached)
4. That TSP Board approve advertising rates subject to approval as part of the budget by the Regents.
5. That TSP handbook include authorization for TSP Board to borrow up to \$15,000.00 for short periods while awaiting quarterly interest on short term investments.
6. That Joe Kennedy, Director of University Personnel, be requested to survey TSP student jobs and make salary suggestions.

James M. Anderson Publications Co

Approved Comptroller
Dec 22, 1945 March 1946

Income The Daily Journal

Local Display Ads.	25000-	27000+
Home Display Ads.	17000	17500+
Classified Ads.	7500	8500+
Books & Sales	5500	6000+
Advertising Exp.	25000	27500+
Total	205000-	208500-

Expenses

Supervisors Salaries	\$ 8100-	2600+
Editorial Salaries	17500	17000+
Photo & Research Sal.	2700	2700
Circulation Sal.	15500	15500
Printing Sal.	57500	57500
Adv. Sal. & Comms.	16500	17300+
Social Security	3400	3800+
Post Adv. Comms	5100	5400+
Newsprint & Storage	32000	32000
Supplies & Photos	2600	2600
Tele. Expense	1900	2300+
Adv. Expense	1400	1900+
Editorial Exp.	5500	6000+
Printing Exp.	4500	4500
Printing Equip Rent	2000	5000
	\$ 174,100 -	176700 -

Difference 27200 31800-

General overhead 23291 23739-

Net 3909 \$ 3061-

Approved Amended
Oct 23, 1964 March 65

Actual
1964

Summer Budget

Income

Local Display Advt.	14500	11830
National " "	200	244
Classifieds	1200	1125
Subscriptions	3700	2735
Dividends	1200	1231
Total	17100	17128

Expenses

Executive Salaries	700	667
Editors' Salaries	1000	871
French & Photo Sal.	300	241
Circulation	950	923
Printing Salaries	7100	5564
Adv. Club & Comm.	1700	1315
Soc. Sec.	400	380
Newspaper	1000	939
Supplies & Photos	250	243
City Exp.	800	784
Adv. Expense	-0-	7
Print Exp.	450	451
Printing Exp.	300	267
Director's Exp.	1100	1032

Total	15464	15494
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Difference	1636	1634
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Gen. Overhead	1664	1612
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Net	-0-	194
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The Super Highway

Approved by Committee
 Oct 18 1964. March 1965.

Receipts

Local Display Adv.	\$4500	\$4100
Mail	100	100
Campus Sales	3000	2400
Subscriptions	500	500
Total	\$8500	\$7800

Expenses

Editorial Salaries	\$2350	\$1700
Circulation Sal.	500	600
Advertising Sal.	950	950
Social Security	130	130
Printing	9500	9000
Photos & Composing	200	200
Circulation Exp.	15	15
Advertising Exp.	0	0
Editorial Expense	250	200
Total	\$13895	\$13885

Difference	-95	-55
General Overhead	2079	2119
Total	\$2174	\$2674

The Cactus

Approved: Amended
 Oct 28, 1965 March 1965

Expenses

Local Display, Leda.	\$1,200 -	1,200 -
Subscription	57,200	68,500*
Representation	2,100	2,800*
Total	\$60,500	\$72,500

Expenses

Salaries	\$7,620 -	9,120*
Advertising, Compt.	120	150
Social Security	250	300
Printing	60,300	62,300*
Photography	5,730	5,800*
Editorial Exp.	1,500	1,500
Total	\$75,520 -	78,350

Difference 14,420 14,050

General Overhead 13,309 13,565

Net \$ 1,111 - \$ 485

The Student Directory

Approved: Amended
Oct 28 1964 March 1965

Income

Local Display Adv.	\$ 6,500 -	\$ 6,500
Campus Sales	80,500	78,500*
Supplement	1,500	300*
Total	\$ 88,500	85,300*

Expenses

Convincing Room Salaries	\$ 448 -	\$ 418 -
Advertising Comm.	730	780
Social Security	60	60
Sales Commission	950	950
Printing	8,675	8,500*
Stationery & Supplies	150	150
Alphabetizing	541	541
Supplements	1,700	1,300
Total	\$ 12,774 -	12,699

Difference	2,726	1,951
General overhead	1,747	1,272
Net	\$ 979 -	\$ 679

Approval Amended
 Oct 18, 1954 Mar, 65

Rista Veterinary Magazine

Income			
Sales	1000.		
Expenses			
Printing	1800		
Sales Commission	100		
Subscriptions	100		
Contributors	200		
	2300		
Net loss	1300	No charge	

Texas Engineering and Science Magazine

Income			
Sales	1250		
Advertising	1100		
Total	2350		
Expenses			
Printing	1700		
Supplies	50		
Sales Commission	140		
Adv. Commission	200		
Cover Cost	160		
Misc	50		
Total	2300		
Net Income	0	No charge	

General Ledger

Approved Committed
 11/28 1944 March 1945

Balance Balance	\$29,300	29,300
Special Security	950	950
Operational	2,000	2,000
Travel	500	700*
Telephone & Telegraph	2,050	2,050
Printing & Copying	1,500	1,500
Postage & Transportation	1,700	1,700
Supplies & Materials	500	200*
Insurance	1,000	1,500*
Professional	2,200	2,200
Deposited Advances	1,250	1,250
Contingents	5,000	5,000
Director's Fee	750	750
Bad debts	2,000	2,000
Spends to Prof. Trusts	1,200	1,000*
Interest Expenses	50	50
Retirement Cost	3,100	3,100*
	\$56,450	57,550

Other Income		
Balance from Prof. Trusts	1,200	1,500*
Advances to Resigned	50	50
Sale of Corp. Assets	200	200
Interest Income	6,500	6,500
Other Income	4,500	4,700
Gifts & Donations	1,450	1,450
Sale of Customer Credits	60	60
Research Charges	600	800*
Bad debts Collected	0	0
Total	\$14,510	15,150

Difference \$ 41,592 42,390

Allocation for Daily, 16%	\$ 23,291	23,739*
Prof. Research Allow 4%	1,664	1,695*
Prof. Expenses 5%	2,074	2,119*
Prof. Credits 22%	13,309	13,565*
Director's Security 5%	1,250	1,275*
Interest	0	0
Prof. Exp. & 10%	0	0
Total	\$ 41,590	42,390

Approved Accounts
Oct. 23, 1914. Mrs. 88.

Summary of Subscriptions (Contd)

Wm. H. H. Wilson	\$ 37.50	\$ 2.00
Thos. S. H. Wilson	-0-	3.55
Thos. H. H. Wilson	21.75	2.75
Wm. H. H. Wilson	6.11	4.85
Wm. H. H. Wilson	9.28	6.75
Wm. H. H. Wilson	-13.00	-13.00
Wm. H. H. Wilson	-0-	-0-
Total	\$ 2,475	\$ 5,800

March 29, 1965

Taxon Ad Rates

Present Rates

Proposed Rate, 1, 1965

	Present Rates	Proposed Rate, 1, 1965
Open Rate	\$1.32 per inch	\$1.45
50 inches per month	1.21 per inch	1.33
100 inches per month	1.12 per inch	1.23
200 inches per month	1.08 per inch	1.18
300 inches per month	1.04 per inch	1.14
400 inches per month	1.00 per inch	1.10
500 inches per month	.95 per inch	1.04
600 inches per month	.90 per inch	.99

Above Rates Based on Calendar Month

OTHER RATES:

Theatres, (Daily Copy)	1.10 per inch	1.20
Night Club, Road Show, and Amusement Advertising (Payable in Advance)	1.70 per inch	1.85
Political, Circus, Carnival and other Transient Advertising (Payable in Advance)		
Church and University Advertising	1.00 per inch	1.10

STANDING CARDS
(No copy change)

1 inch, 25 consecutive issues	27.50	30.25
2 inches, 25 consecutive issues	46.75	51.42
3 inches, 25 consecutive issues	61.75	67.92
4 inches, 25 consecutive issues	82.50	90.75
General Rate (National Advertising)	1.54	1.75
500" or more during school year	1.40	1.54

REPORT OF
TEXAN EDITORIAL APPOINTMENT COMMITTEE

April 7, 1965

For April and May 1965, the following changes in salary and personnel were approved. These changes affect The Daily Texan Roster under "Editorial".

- (1) Abolish position of Chief of Capitol Staff -
Change total salary to \$100.00
- (2) Add \$20.00 per month to Features Editor Salary -
Change total salary to \$400.00
- (3) Add Assistant Features Editor
Robert Simpson at \$20.00 per month -
Change total salary to \$220.00
- (4) Add ~~\$40.00~~^{\$20.00} to "Wages" ~~\$320.00~~^{\$320.00}
Change total to ~~\$3,340.00~~^{\$3,320.00} (to take care of
extra wages on Round-Up Edition)

Also approved as Editorial Page Assistants were Mary Middleton, Annie J. Brown, and Judith Croon; and as Copy Editors, Bill Crier, Claudia Scheske, and Melicent Tlucek.

Minutes
Texas Student Publications, Inc.
Board of Directors
Wednesday, April 7, 1965

Voting members present: Norris Davis, Bill Moll, David Carlock, Jim Lederer, Cindy Brantley, Greg Lipscomb, Olin Hinkle, Ed Bowden.

Non-voting members present: Loyd Edmonds, Mary Weatherspoon, James Vowell, Bill McReynolds, Charmayne Marsh, Susan McGinness.

Visitors present: Dottie Lillard, Denis Forgan, Tom Hagan, John Orr, Lyn Reeder and a visiting German Educator, Helmut Teichert.

APPROVAL OF MINUTES: The meeting was called to order at 2:10 p.m. by Vice-chairman Davis, and the minutes of the meeting of March 30 were approved as circulated.

ANNUAL SALARY REPORT: Edmonds passed around the complete TSP salary report and stated that the report had already gone in to the University administration, and had been included in the budgets which were approved at the Regents' April 2 meeting. He further stated that all salaries were within the budgets as originally approved by the Board of Directors of TSP. The salary report appears as Appendix A in the permanent minutes.

APPROVAL OF COPPER PLAQUE FOR PAUL J. THOMPSON SCHOLARSHIP AWARD: Edmonds presented a proposed design for a permanent plaque to be placed in the School of Journalism display case. The plaque as designed was about 10x15 inches and made of copper mounted on walnut background. A picture of Mr. Thompson would be at the top with the following inscription underneath: "For outstanding achievement as staff members of The Daily Texan and for demonstrating the qualities of character exhibited by Paul J. Thompson, Director of The University of Texas School of Journalism 1927 to 1958, the following students have been recognized as Paul J. Thompson Scholarship winners by Texas Student Publications, Inc." Following this inscription would be 12 blocks in which would be engraved the names of the annual winners.

MOTION: Marsh moved and it was seconded by Moll that the proposed design be approved at a cost of not more than \$50.00. This motion was passed by unanimous approval.

REPORT OF TEXAN EDITORIAL APPOINTMENT COMMITTEE: Vowell, chairman of the committee reported several changes in the news and editorial staff of The Daily Texan.

MOTION: Edmonds moved and it was seconded by Davis that the report be accepted. The motion passed with unanimous approval. (The complete report of the Texan Editorial Appointment Committee appears as Appendix B in the permanent minutes.)

INTRODUCTION OF NEW MEMBERS TO BOARD: Chairman of the Board Lipscomb had arrived and introduced Tom Hagan as the TSP Board member elected from the Student Assembly for a two-year term starting with the next TSP Board meeting,

replacing Bill Moll. Also introduced were Mr. Teichert, the German Educator and Mrs. Vera Burns, TSP office manager who was taking minutes of the meeting.

CONSIDERATION OF TSP HANDBOOK CHANGES: Edmonds told the Board that many changes would be necessary in the handbook because of the Regents' ruling and subsequent charter change on the elective system of selecting the Texan editor, and because of other changes made at the March 13 meeting of the Board of Regents. Brantley suggested that a committee be appointed to study and propose handbook changes. Chairman Lipscomb appointed Edmonds and Denis Horgan to prepare proposed handbook changes. He also requested that editors or other representatives of the various publications consult with Edmonds and Horgan concerning their specific interests.

Lipscomb suggested that the Board prepare a resolution to the Regents seeking further interpretation of the "no action" clause in the Regents' ruling. In the discussion that followed it was pointed out that only a few major decisions would be made before the Regents would have a chance to approve the revised handbook. It was suggested that the handbook could spell out certain areas of authority the Board would have and if the Regents accept the handbook there should be no serious problems because the Regents would approve only major policy matters. Also discussed was the fact that the Regents approve the overall budgets and amendments to the budgets leaving TSP free to operate under those budgets. The "no action" clause, however, remains in the Regents rules, and it was presumed this clause would take precedence over any handbook statement.

MOTION: Lipscomb moved and it was seconded that a resolution be sent to the Regents requesting their rule be changed to state "No action of the TSP Board constituting a major policy change shall be effective until approved by the Regents". After further discussion this motion failed with 3 voting for and 4 against.

MAILING OF COMPLIMENTARY COPIES OF THE DAILY TEXAN: Edmonds said that since the Regents March 13 ruling on complimentary subscriptions to the Texan that only ex-editors and exchanges with other college newspapers had been re-instated based on Mr. Erwin's and Mr. Heath's informal comments that these subscriptions could be considered value-for-value subscriptions.

MOTION: Moll moved and it was seconded that complimentary subscriptions be sent to the following (it was understood that subscriptions would not actually start until approved by the Regents):

1. Exchanges with other college newspapers.
2. Ex-editors of The Daily Texan.
3. Ex-managing editors of The Daily Texan.
4. One copy for each Texan staffer.
5. TSP Board members.
6. Libraries.
7. The White House.

The Board voted individual approval on the above 7 categories for complimentary subscriptions.

MOTION: Vowell moved and it was seconded that the TSP handbook provisions for complimentary subscriptions for staffers be re-instated. This motion failed to pass.

BLUEBONNET BELLE SELECTION METHOD: Lederer requested the Board to consider changing the handbook policy of the editor and associate editor of the Cactus having final authority for selecting Bluebonnet Belles. He felt the final decision should rest with more than just one or two people since there is campus-wide honor attached to Bluebonnet Belles. McGinness, Cactus Editor, told the Board the normal procedure for selecting the Belles and listed qualifications. After further discussion it was agreed that recommendations for handbook changes could be made to the committee charged with preparing a revised handbook.

BUDGET PLANS FOR 1965-66: Edmonds told the Board that under the new procedure the TSP budgets should be in the hands of the UT administration by May 15 if possible. He suggested the Board consider what to do about the Ranger and the spring supplement to the Student Directory so that the Finance Committee could be given guidance in preparing budgets.

MOTION: It was moved by Moll and seconded by Carlock that the spring supplement to the student directory be abolished. This motion passed by unanimous approval.

Lederer said much thought should be given to whether or not to continue the Ranger as it is now published. Weatherspoon, Ranger Editor, said that although the magazine will lose about \$2600.00 this year, advertising for the April and May issues has increased, more students are contributing, and the student staffers are striving to conform to the Board's wishes for an all-campus magazine. Davis commented that much of the loss sustained by the Ranger is from its allocated portion of general overhead expenses. Moll suggested that the percentage of allocated allocation could be changed. After further discussion it was generally agreed that unless the Board takes specific action to discontinue the magazine it will be continued.

Lipscomb requested that the Finance Committee consider the changes in wages for the Mechanical staff of The Daily Texan, and the feasibility of having a ten-page minimum for The Daily Texan.

* Vowell requested that a pay stand of Daily Texans be placed in the state Capitol. It was agreed this would be done.

DISCUSSION CONCERNING LONG-RANGE BUILDING AND RE-LOCATION PLANS FOR TSP: Edmonds told the Board that the Regents would probably discuss long-range building plans for the University at their May 21 meeting. He suggested that the Board make some proposal to the Regents in line with the informal comments made by Regents Erwin and Heath. He said Dr. Haskew should be consulted about possible sites and would probably be able to coordinate our planning with that of the University as a whole. He said the total area required by TSP would be about 20,000 square feet, but it was pointed out that serious consideration should be given to leaving the Texan news and editorial departments in the same building with the School of Journalism. It was also pointed out that the Cactus, Ranger and other magazine staffs should have offices fairly close to center of student activity. The mechanical and circulation departments could be located at some more remote site.

MOTION: Carlock moved and it was seconded that the TSP Executive Committee prepare a proposal of the building and possible re-location of TSP facilities. This motion passed by unanimous approval.

VOTE OF THANKS TO OUTGOING BOARD MEMBERS: Edmonds moved and it was seconded by Carlock that Greg Lipscomb and Bill Moll, outgoing members of the TSP Board, be thanked for their fine service to the Texas Student Publications organization. This motion passed by unanimous approval.

COMMITTEE TO CONSIDER IMAGE MAGAZINE: Lipscomb told the Board he had appointed a committee consisting of Lederer, chairman, with Hinkle and Tom Daly to make recommendations concerning the possible adoption of the architecture magazine as an official TSP student publication.

The meeting was adjourned at 4:30 p.m.

VOTE OF THANKS TO OUTGOING BOARD MEMBERS: Edmonds moved and it was seconded by Carlock that Greg Lipscomb and Bill Moll, outgoing members of the TSP Board, be thanked for their fine service to the Texas Student Publications organization. This motion passed by unanimous approval.

COMMITTEE TO CONSIDER IMAGE MAGAZINE: Lipscomb told the Board he had appointed a committee consisting of Lederer, chairman, with Hinkle and Tom Daly to make recommendations concerning the possible adoption of the architecture magazine as an official TSP student publication.

The meeting was adjourned at 4:30 p.m.

REPORT OF
TEXAN EDITORIAL APPOINTMENT COMMITTEE

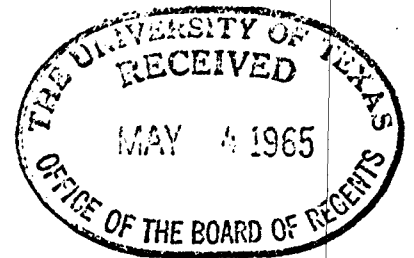
April 7, 1965

For April and May 1965, the following changes in salary and personnel were approved. These changes affect The Daily Texan Roster under "Editorial".

- (1) Abolish position of Chief of Capitol Staff -
Change total salary to \$100.00
- (2) Add \$20.00 per month to Features Editor Salary -
Change total salary to \$400.00
- (3) Add Assistant Features Editor
Robert Simpson at \$20.00 per month -
Change total salary to \$220.00
- (4) Add ~~\$40.00~~^{\$20.00} to "Wages" ~~\$320.00~~^{\$3320.00}
Change total to ~~\$3,340.00~~ (to take care of
extra wages on Round-Up Edition)

Also approved as Editorial Page Assistants were Mary Middleton, Annie J. Brown, and Judith Croom; and as Copy Editors, Bill Crier, Claudia Scheske, and Melicent Tlucek.

Minutes
Board of Directors
Texas Student Publications, Inc.
Wednesday, April 14, 1965



Members present: John Orr, Norris Davis, Charles T. Clark, Olin Hinkle, Edwin Bowden, David Carlock, Tom Hagan, Jim Laderer, Cindy Brantley.

Non-voting members present: Charmayne Marsh, James Vowell, Loyd Edmonds, Jack Holland, Bill McReynolds, Susan McGinness, Mary Weatherpoon, Dave Oliphant.

Visitors present: Mrs. Marguerite Freeman, Sid Nolan, Kaye Northcott.

ELECTION OF TSP BOARD CHAIRMAN: Since Greg Lipscomb had completed his term on the TSP Board at the last meeting, Vice-Chairman Davis opened the meeting at 4:05 p.m. and asked for nominations for a Chairman of the Board.

MOTION: It was moved by Jack Holland and seconded that John Orr be elected Chairman of the Board. There being no further nominations, Orr was declared the new Chairman.

Orr accepted the Chair and proceeded with the business session.

APPROVAL OF MINUTES OF THE MEETING OF APRIL 7: It was moved and seconded that the Minutes be approved as circulated. This motion passed by unanimous approval.

CONSIDERATION OF CHANGE IN BUDGET FOR RIATA MAGAZINE: Dave Oliphant, Editor of Riata, requested that the Board authorize the shifting of funds from the Riata salary account to the Riata printing account in order to provide 16 extra pages on the spring issue, with no increase in total budget.

MOTION: Edmonds moved, seconded by Brantley that the proposal be accepted.

SUBSTITUTE MOTION: Davis moved a substitute motion and it was seconded that the printing budget be increased by \$175.00 without changing other accounts. Total deficit would be \$1,475.00. After further discussion, the question was called and the substitute motion passed by unanimous approval.

APPOINTMENT OF EDITORS: Orr said the main purpose for the meeting was the selection of editors for the Cactus, the Ranger, and managing editor for the Texan.

MOTION: Davis moved and it was seconded that the meeting be considered executive with Freeman, Northcott, and Nolan remaining. This motion passed by unanimous approval.

MOTION: Bowden moved, seconded by Marsh that a time limit of five minutes be imposed on each candidate interviewed. This motion carried with 8 voting for and 1 against.

CONSIDERATION OF CANDIDATES FOR CACTUS EDITOR: McGinness and Freeman briefed the Board members on the responsibilities of a Cactus Editor and characteristics to look for. After a brief discussion of the qualifications of Lyn Reeder and Rick Dunn, the following motion was made.

MOTION: Davis moved, seconded by Holland, that Lyn Recder be appointed editor of the 1966 Cactus yearbook. This motion passed with 8 voting for and 1 against.

CONSIDERATION OF RANGER CANDIDATES: A summary of the qualifications of the following candidates had been sent each Board member by mail: Byron Black, Clint Dare, Dennis Dick, Curtis Doolan and Rosemary Kent. It was generally agreed that because Dennis Dick was on scholastic probation, only the other four candidates would be considered. Byron Black was not in Austin, so the other three, Clint Dare, Curtis Doolan, and Rosemary Kent were interviewed in that order.

Following further discussion, a straw vote was taken, but no candidate received a majority.

MOTION: Davis moved, seconded by Carlock that discussion be limited to two candidates receiving the most votes. After discussion this motion and second were withdrawn.

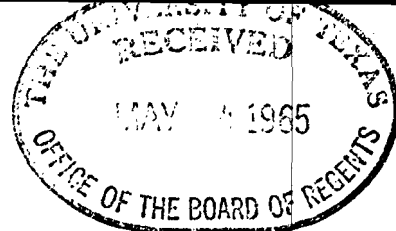
MOTION: It was moved and seconded that a vote be taken on all four eligible candidates. This motion passed and the voting was as follows: Black - 3, Dare - 3, Doolan - 0, Kent - 1.

In the run-off that followed, Black received 4 votes and Dare received 4 votes. (Clark had left the meeting before the voting for Ranger editor took place)

MOTION: McGinness moved and it was seconded that the selection of the Ranger editor be tabled until the next meeting. This motion passed with 5 voting for and 3 against.

The meeting was adjourned at 6:20 p.m.

Minutes
Board of Directors
Texas Student Publications, Inc.
Wednesday, April 21, 1965



Voting members present: John Orr, Norris Davis, Olin Hinkle, Edwin Bowden, David Carlock, Tom Hagan, Jim Lederer, Cindy Brantley.

Non-voting members present: Charmayne Marsh, James Vowell, Loyd Edmonds, Jack Holland, Bill McReynolds, Susan McGinnons, Mary Weatherspoon.

Visitors present: Sid Nolan, Kaye Northcott, Bill Helmer, Marguerite Freeman.

APPROVAL OF MINUTES: The meeting was opened at 4:05 p.m. by Chairman Orr. The minutes of the meeting of April 14 were approved as circulated.

APPOINTMENT OF RANGER EDITOR: Weatherspoon opened the discussion by telling the Board members some of the problems and accomplishments she felt had been experienced during the past year. She suggested that a continuum of technical knowledge for the staff was most important. She said she also thought a separate publicity staff to promote the various publications would be helpful.

MOTION: Carlock moved, seconded by Davis that Clint Dare be appointed Ranger editor for 1965-66. In the discussion that followed Edmonds distributed samples of writing by Byron Black and samples of Ranger magazines in which Clint Dare had been involved as managing editor. Also distributed was a copy of a letter from Byron Black outlining his plans for the Ranger.

Carlock and Lederer said they had been impressed with Dare's plans for the magazine, his staff relationships and his seeking assistance from Journalism professors. Bill Helmer, past editor of the Ranger spoke on behalf of Black, stating that he was not part of the old Rangerco group, that he was very creative and dependable.

SUBSTITUTE MOTION: It was moved and seconded that ballots be cast on entire slate of candidates with one receiving a majority of votes winning. This motion passed by unanimous approval.

MOTION: Carlock moved and it was seconded by Edmonds that the Board go into Executive session. This motion also passed by unanimous approval.

Results of the voting for the four candidates, Byron Black, Clint Dare, Curtis Doolan and Rosemary Kent, gave Black 2 votes and Dare 6 votes. Clint Dare, therefore, was declared elected as the Ranger editor for 1965-66.

DATE AND TIME FOR NEXT MEETING: The next TSP Board meeting was scheduled for Tuesday, May 4, 1965 at 2:30 p.m. in JB 305.

COMMITTEE APPOINTMENTS: Chairman Orr told the Board there was a vacancy on the Finance Committee because of the expiration of Bill Moll's term.

MOTION: It was moved and seconded that Jim Lederer be elected to the Finance Committee. The motion passed by unanimous approval.

Minutes 4/21/65 page 2.

MOTION: It was moved and seconded that Tom Daly be elected to the Ranger Advisory Committee to succeed Lederer in that position. This motion also passed by unanimous approval.

APPOINTMENT OF MANAGING EDITOR OF THE DAILY TEXAN:

MOTION: Hinkle moved and it was seconded that a managing editor be appointed for the summer semester only. This motion passed by unanimous approval. Board members then discussed the following candidates and their qualifications: Mervin Benson, Gloria Brown, Larry Jackson, Nathan Fain, and Robert Simpson. Jackson and Fain were interviewed.

MOTION: Davis moved, seconded by Edmonds that Larry Jackson be appointed managing editor of The Daily Texan for the summer semester. This motion passed by unanimous approval.

APPOINTMENT OF CACTUS ASSOCIATE EDITOR: The following candidates were interviewed: Carol Cooke, Rick Dunn and Janis Hughen.

MOTION: Charmayne moved, seconded by Davis that Carol Cooke be appointed Cactus associate editor. This motion passed by unanimous approval.

The meeting was adjourned at 6:05 p.m.

LAND AND INVESTMENT COMMITTEE

Date: Friday, May 21, 1965

Time: 9:45 a. m.

Place: Room 200c (A. J. Johnston Room)

Members:

Regent Erwin , Chairman
Regent Bauer
Regent Brenan
Regent Ikard
Chairman Heath, Ex Officio

I. Recommendations of Administration (Attachment No. I)
with list of items preceding

II. Trust and Special Funds Grouped for Investment
(Item II. A. 2 following Page L-26)

Review and Recommendations re Additions
(for action by committee only)

III. Discussion Matters

A. Permanent University Fund

Former Pyote Air Force Base on
University Lands

B. Trust and Special Funds

1. Oil and Gas Leases on Trust Fund Lands
2. Hogg Foundation: W. C. Hogg Memorial Fund
 - a. Reversionary Interest in Memorial Park in Houston
 - b. Town House Property in Houston
3. Texas Western College: Lucille T. Stevens Estate - Pending Lease to Walgreen Drug Stores
4. Main University: Archer M. Huntington Museum Fund - Land in Galveston County

Item No. 1

Land and Investment COMMITTEE

SUBJECT: Administration's Recommendations to the Land and Investment Committee (Attachment No. 1)

On Pages L-1 through L-26 are the recommendations of the Administration to the Land and Investment Committee. Below is an outline of the recommendations for this meeting which serves a double purpose. Your attention is directed to those items in all "Caps."

- (1) For your convenience in pinpointing those items in which you are particularly interested and
- (2) As an index for this office.

	<u>Page No.</u>
I. Permanent University Fund	
A. Investment Matters	
1. Purchases of Corporate Bonds \$998,750.00 (Total Principal Cost)	L-1
2. Purchases of Common Stocks \$3,352,913.35 (Total Principal Cost)	L-1
3. Sale of Corporate Securities \$5,932.18 (Net Sales Proceeds)	L-8
4. Calls of Corporate Securities \$17,197.20 (Total Principal Proceeds)	L-8
B. Land Matters	
1. Easements and Surface Leases Nos. 1996-2022 - DA*	L-9
2. Grazing Leases Nos. 926-953 - DA	L-11
3. Material Source Permits Nos. 285-286 - DA	L-13
4. Water Contract Nos. 108-109 - DA	L-13
5. Grazing Lease No. 889, Pecos County (Assignment) - DA	L-14
6. Surface Lease No. 965 - CAA, Hudspeth County: Option for Renewal - DA	L-14
7. Texas Highway Department, Acreage in Ward County - DA	L-14
8. Grazing Leases Nos. 869 and 890, Combination of	L-15
9. Arrangement with Highway Department for Road Building Material	L-15
10. Water Lease No. 29, Gulf Oil Corporation, Crane County - DA	L-16
11. Pipe Line Easement No. 1974, El Paso Natural Gas Co., Ward County and Winkler County - Amendment re Description of - DA	L-16

DA is Document Authorized.

C. BOND Matters

PUF Bonds, Series 1965, Request for Bids, AMOUNT
to be Inserted - DA

L-17

II. Trust and Special Funds

A. Investment Matters

1. Purchases of Securities \$1,351,089.96
(Total Principal Cost)

L-18

2. Sales of Securities \$285,255.70
(Total Principal Proceeds)

L-20

3. Redemption of Securities \$99,000.00
(Total Principal Proceeds)

L-21

B. Real Estate Matters

1. Southwestern Medical School: Danciger Research
Laboratories: Sale of WEINBERGER Property - DA

L-22

2. M. D. Anderson Hospital and Tumor Institute:
Delinquent Rental, Capitol and LaBranch, Houston
(Clyde Paul Lease)

L-22

3. Texas Western College: Frank B. Cotton Trust -
Extension of Lease to Southwest Wheel and
Manufacturing Company - DA

L-23

C. Gift, Bequest and Estate Matters

1. Doctor and Mrs. Wm. E. Dunn: Gift with Income
RESERVED - DA

L-24

2. M. D. Anderson Hospital and Tumor Institute:
Bequest, Wm. G. C. MacDonald

L-24

3. Estate of Mrs. Florida P. Sumerwell

L-25

D. BOND Matters

Arlington State College: Steam Plant Revenue Bonds -
Series 1965

L-26

LAND AND INVESTMENT COMMITTEE
May 21, 1965

I. PERMANENT UNIVERSITY FUND

A. INVESTMENT MATTERS:

1. Report of Purchases, Sale and Calls of Securities.

B. LAND MATTERS:

1. Pipe Line Easement No. 1996, Gulf Oil Corporation, Crane County.
2. Pipe Line Easement No. 1997 (renewal of 717), El Paso Natural Gas Company, Reagan County.
3. Pipe Line Easement No. 1998 (renewal of 716), Phillips Pipe Line Company, Andrews County.
4. Pipe Line Easement No. 1999 (renewal of 726), El Paso Natural Gas Company, Upton County.
5. Pipe Line Easement No. 2000, El Paso Natural Gas Company, Crockett County.
6. Pipe Line Easement No. 2001, Humble Oil & Refining Company, Andrews County.
7. Pipe Line Easement No. 2002, Magnolia Pipe Line Company, Andrews County.
8. Pipe Line Easement No. 2003, Magnolia Pipe Line Company, Andrews County.
9. Surface Lease No. 2004 (business site), DeFoyd Welding Service, Ward County.
10. Surface Lease No. 2005 (business site), Oran O. Whitten, Ward County.
11. Pipe Line Easement No. 2006, Texas Pacific Oil Company, Andrews County.
12. Pipe Line Easement No. 2007 (renewal of 725), Humble Pipe Line Company, Andrews County.
13. Pipe Line Easement No. 2008 (renewal of 794), Humble Pipe Line Company, Andrews County.
14. Pipe Line Easement No. 2009 (renewal of 819), Humble Pipe Line Company, Crane County.
15. Pipe Line Easement No. 2010, Phillips Pipe Line Company, Andrews County.
16. Pipe Line Easement No. 2011, Phillips Petroleum Company, Crane County.
17. Pipe Line Easement No. 2012, Service Pipe Line Company, Andrews County.
18. Pipe Line Easement No. 2013 (renewal of 697), Gulf Refining Company, Crane County.
19. Pipe Line Easement No. 2014, Phillips Petroleum Company, Andrews County.
20. Power Line Easement No. 2015, Texas Electric Service Company, Andrews County.
21. Power Line Easement No. 2016, Texas Electric Service Company, Andrews County.
22. Pipe Line Easement No. 2017, Shell Pipe Line Corporation, Ector County.
23. Surface Lease No. 2018 (meter station), Shell Pipe Line Corporation, Ector County.
24. Surface Lease No. 2019 (meter station), Shell Pipe Line Corporation, Ector County.
25. Telephone Line Easement No. 2020, Andrews Telephone Company, Andrews County.
26. Pipe Line Easement No. 2021 (renewal of 719) Gulf Refining Company, Ector County.
27. Surface Lease No. 2022 (driveway), Stuckey's Inc., Ward County.
28. Grazing Lease No. 926 (renewal of 791), Hugh Ratliff, Andrews County.
29. Grazing Lease No. 927 (renewal of 792), Louis Brooks, Crockett County.
30. Grazing Lease No. 928 (renewal of 793), Mrs. Madge M. Preston, Irion and Schleicher Counties.
31. Grazing Lease No. 929 (renewal of 794), Fred H. Boggs, Reagan County.
32. Grazing Lease No. 930 (renewal of 795), Mrs. Ruby Lee DeLong, Crockett County.
33. Grazing Lease No. 931 (renewal of 796), Aubrey DeLong, Crockett and Irion Counties.
34. Grazing Lease No. 932 (renewal of 797), Robert H. Oglesby, Crockett and Schleicher Counties.
35. Grazing Lease No. 933 (renewal of 798), M. H. Woodward, Schleicher County.

B. LAND MATTERS (continued):

36. Grazing Lease No. 934 (renewal of 799), E. H. Linthicum and H. H. Linthicum, Irion and Crockett Counties.
37. Grazing Lease No. 935 (renewal of 800), W. H. Hodge, Reagan County.
38. Grazing Lease No. 936 (renewal of 801), Mrs. Lillian K. St. Clair, joined by her husband, Eugene C. St. Clair, Crockett and Schleicher Counties.
39. Grazing Lease No. 937 (renewal of 802), W. M. Jackson and Minnie Jackson, Reagan and Upton Counties.
40. Grazing Lease No. 938 (renewal of 803), Lester Ratliff, Reagan County.
41. Grazing Lease No. 939 (renewal of 804), L. E. Lloyd, Schleicher County.
42. Grazing Lease No. 940 (renewal of 805), John Childress, Crockett County.
43. Grazing Lease No. 941 (renewal of 806), Escondido Ranch, Inc., Pecos County.
44. Grazing Lease No. 942 (renewal of 807), Charles T. Harris, Reagan and Upton Counties.
45. Grazing Lease No. 943 (renewal of 808), David M., Andrew P., and Frank H. Smith, Reagan and Crockett Counties.
46. Grazing Lease No. 944 (renewal of 809), T. Wayne Harris, Upton, Crockett and Reagan Counties.
47. Grazing Lease No. 945 (renewal of 810), Clark Bros., Crane and Ector Counties.
48. Grazing Lease No. 946 (renewal of 811), Louis Woodward, Pecos County.
49. Grazing Lease No. 947 (renewal of 812), R. L. Walker, Pecos County.
50. Grazing Lease No. 948 (renewal of 813), Carpenter Farms Inc., Pecos County.
51. Grazing Lease No. 949 (renewal of 814), Mrs. Lucille S. Smith, Pecos County.
52. Grazing Lease No. 950 (renewal of 815), Mrs. Alice McMullan, Reagan County.
53. Grazing Lease No. 951 (renewal of 816), O. W. Parker, Jr., Reagan County.
54. Grazing Lease No. 952 (renewal of 817), Paul F. Lettunich, El Paso County.
55. Grazing Lease No. 953, J. R. Walker, Pecos County.
56. Material Source Permit No. 285, D. D. Poynor, Contractors, Reagan County.
57. Material Source Permit No. 286, State Highway Department, Crockett County.
58. Water Contract No. 108, Berry H. Mansell, Crane County.
59. Water Contract No. 109, Kewanee Oil Company, Loving County.
60. Grazing Lease No. 889, Pecos County, Assignment from Ben C. Rejino and L. C. Rejino to Alva Francis Carpenter.
61. Surface Lease No. 965 - U. S. Government - Civil Aeronautics Administration, Hudspeth County - Request for Option for Renewal.
62. Proposal from Texas Highway Department for 24.38 Acres of University Land in Ward County.
63. Grazing Leases Nos. 869 and 890 - Approval of Combination of Farming Leases Covering Portions of the Subject Grazing Leases with Fee Land Owned by Darrell S. Warren, and Change of Name of Lessee of Grazing Lease No. 890 from Tom L. Warren to Darrell S. Warren.
64. Proposed Procedure for Arrangement with Texas Highway Department for Road Building Material from University Lands.
65. Water Lease No. 29, Gulf Oil Corporation, Crane County - Consent to Assignment of Portion of Lands Covered by Lease to B.H. Mansell.
66. Pipe Line Easement No. 1974, El Paso Natural Gas Company, Winkler County - Amendment to Description of Location of Easement.

C. BOND MATTERS:

1. Authorization to Request Bids for \$(Amount to be Supplied at Meeting) Board of Regents of The University of Texas Permanent University Fund Bonds, Series 1965, and Related Matters.

D. DISCUSSION MATTERS:

1. Former Pyote Air Force Base on University Lands.

II. TRUST AND SPECIAL FUNDS

A. INVESTMENT MATTERS:

1. Report of Purchases, Sales and Redemption of Securities.
- *2. Funds Grouped for Investment - Review and Recommendations re Additions.
- **3. E. D. Farmer International Scholarship Fund - Review.

B. REAL ESTATE MATTERS:

1. Southwestern Medical School - Danciger Research Laboratories - Sale of Weinberger Property in Dallas.
2. M. D. Anderson Hospital and Tumor Institute - Delinquent Rental on Property at Capitol and LaBranch, Houston - Clyde Paul Lease.
3. Texas Western College - Frank B. Cotton Trust - Extension of Lease to Southwest Wheel and Manufacturing Company.

C. GIFT, BEQUEST AND ESTATE MATTERS:

1. Recommendation for Acceptance of Gift from Dr. and Mrs. Wm. E. Dunn With Income Reserved.
2. M. D. Anderson Hospital and Tumor Institute - Report and Recommendation for Acceptance of Bequest Under the Will of Wm. G. C. MacDonald.
3. Estate of Mrs. Florida P. Sumerwell, Deceased - Report and Recommendation for Acceptance of Bequest.

D. BOND MATTERS:

1. Arlington State College - Plans for Issuance of \$325,000 Board of Regents of The University of Texas - Arlington State College Steam Plant Revenue Bonds, Series 1965.

E. DISCUSSION MATTERS:

1. Oil and Gas Leases on Trust Fund Lands.
2. Hogg Foundation: W. C. Hogg Memorial Fund - Reversionary Interest in Memorial Park in Houston.
3. Hogg Foundation: W. C. Hogg Memorial Fund - Town House Property in Houston.
4. Texas Western College - Lucille T. Stevens Estate - Pending Lease to Walgreen Drug Stores.
5. Main University - Archer M. Huntington Museum Fund - Land in Galveston County.

* For action by the Land and Investment Committee only. For information of other members.

** For information only.

May 21, 1965

To the Members of the Regents' Land and Investment Committee
The University of Texas

Subject: FUNDS GROUPED FOR INVESTMENT

Gentlemen:

It is recommended that the following additions, representing funds transferred and cash and stock added, made to "Funds Grouped for Investment" as of March 1, 1965, be approved, pursuant to the policy adopted by the Committee on July 9, 1948:

E. Bagby Atwood Memorial Graduate Scholarship in English (\$6,159.81 already in Grouped)	\$ 86.84
Lillian Barkley Scholarship Fund (\$4,926.98 already in Grouped)	51.78
Henry Beckman Professorship in Chemical Engineering (New Fund)	100,000.00
Bromberg Memorial Fund for Faculty Awards (\$34,505.34 already in Grouped)	5,960.32
The Accounting Education Fund (College of Business Administration Foundation) (\$35,166.55 already in Grouped)	100.00
Morgan and Hamah Smith Callaway Fund (\$16,591.48 already in Grouped)	193.91
Emma Dallenbach Clark Fellowship in Psychology (\$19,172.91 already in Grouped)	232.27
Dr. and Mrs. C. L. Cline - Professorship in English (\$2,025.60 already in Grouped)	10.04
D. A. R. Scholarship (\$9,211.97 already in Grouped)	146.38
John Wallace Dallenbach Fellowship in Psychology (\$44,721.64 already in Grouped)	630.58
J. C. Dolley Finance Education Fund (\$115.54 already in Grouped)	1.40
Frederick Eby Research Prize in Humanistic Studies in Education (\$1,674.02 already in Grouped)	15.75
Advisory Council - Various Donors (College of Fine Arts Foundation) (\$3,817.21 already in Grouped)	40.27
E. William Doty Scholarship Fund (College of Fine Arts Foundation) (\$1,962.79 already in Grouped)	21.00
Department of Drama Ex-Students Scholarship Fund (College of Fine Arts Foundation) (\$1,039.92 already in Grouped)	7.28
Mavis Alexander Fitzgerald Awards (\$164.97 already in Grouped)	2.22
Mary E. Gearing Bequest for Child Welfare and Parent Education Foundation (\$26,964.08 already in Grouped)	420.52

FUNDS GROUPED FOR INVESTMENT
 (Continued)

Hal P. Bybee Memorial Fund (Geology Foundation) (\$86,005.87 already in Grouped) Common stock on hand 2/28/65 transferred at market close 2/26/65 - last business day of quarter	\$ 3,050.00
141 shares Standard Oil Co. (New Jersey) Capital Stock at 81-7/8 (Sub-total - additions to Bybee Fund)	11,544.38 (14,594.38)
Mr. and Mrs. L. F. McCollum Scholarship in Geology (Geology Foundation) (\$8,525.00 already in Grouped) Common stock on hand 2/28/65 transferred at market close 2/26/65 - last business day of quarter	
41 shares Continental Oil Co. Common Stock at 74-1/8	3,039.13
Dr. F. L. Whitney Memorial Scholarship Fund (Geology Foundation) (\$12,678.75 already in Grouped) Common stock on hand 2/28/65 transferred at market close 2/26/65 - last business day of quarter	
17 shares Standard Oil Co. (New Jersey) Capital Stock at 81-7/8	1,391.88
The Gilbreth Award Fund (\$309.98 already in Grouped)	3.70
The Marion Burck Smith Junior Fellows Fund (Junior Fellows Program) (\$20,000.00 already in Grouped)	10,000.00
Bobby Layne Scholarship Fund (\$5,936.77 already in Grouped)	60.40
The Roger Q. Mills Scholarship Fund (\$50.90 already in Grouped)	1.18
Lora Lee Pederson Scholarship Fund, Graduate School of Social Work (\$2,218.18 already in Grouped)	85.88
Alma Jacobs House Piner Fund (\$6,516.67 already in Grouped)	77.43
DeWitt Reddick Journalism Scholarship Fund (\$3,119.21 already in Grouped)	34.12
The Amanda Stoltzfus Memorial Trust Fund (\$2,422.00 already in Grouped)	38.17
The Robert Cantrell Feamster Foundation (Medical Branch) (\$2,482.24 already in Grouped)	29.70
William N. and Ida Zinn Alpha Omega Alpha Scholarship Fund (Medical Branch) (\$2,631.34 already in Grouped)	31.96
Lloyd A. Nelson Professorship in Geology (Texas Western College) (\$2,000.00 already in Grouped)	18.49
Additional Total Added to Funds Grouped on March 1, 1965	<hr style="width: 100px; margin-left: auto; margin-right: 0;"/> <u>\$137,326.98*</u>

*The above total of \$137,326.98, herewith submitted for approval, supplements additions made to Funds Grouped on March 1, 1965, in the amount of \$75,099.56, previously approved by the Land and Investment Committee, making a total of \$212,426.54 (\$15,975.39 in securities and \$196,451.15 in cash) added to Funds Grouped on March 1, 1965, making a new book value for the account of \$2,676,773.52.

FUNDS GROUPED FOR INVESTMENT
(Continued)

It is also recommended that the following additions, representing cash and a new fund to be added to the "Funds Grouped for Investment" as of June 1, 1965, be approved:

Lillian Barkley Scholarship Fund (\$4,978.76 already in Grouped)	\$ 200.00
The Accounting Education Fund (College of Business Administration Foundation) (\$35,266.55 already in Grouped)	15.00
J. Anderson Fitzgerald Special Scholarship Fund (College of Business Administration Foundation) (\$4,528.50 already in Grouped)	25.00
Chemistry Fund - Various Donors for Various Purposes (\$6,400.00 already in Grouped)	200.00
D. A. R. Scholarship (\$9,358.35 already in Grouped)	641.65
Edward Louis Dodd and Alice Laidman Dodd Fellowship Fund (\$49,349.65 already in Grouped)	84.15
Felsing Memorial Fund (\$917.45 already in Grouped)	250.00
Advisory Council - Various Donors (College of Fine Arts Foundation) (\$3,857.48 already in Grouped)	15.00
Lucy Barton Scholarship (College of Fine Arts Foundation) (\$4,167.50 already in Grouped)	50.00
Hal P. Bybee Memorial Fund (Geology Foundation) (\$100,600.25 already in Grouped)	2,291.25
Robert H. Cuyler Memorial Scholarship (Geology Foundation) (\$11,422.42 already in Grouped)	50.00
Ed. Owen-Geo. Coates Fund (Geology Foundation) (\$49,586.50 already in Grouped)	52,580.70
Dr. F. L. Whitney Memorial Scholarship Fund (Geology Foundation) (\$14,070.63 already in Grouped)	510.00
Library Memorial Fund - Various Donors (\$924.75 already in Grouped)	10.00
Lora Lee Pederson Scholarship Fund Graduate School of Social Work (\$2,304.06 already in Grouped)	97.50
Wright Chalfant Morrow Fund (John Charles Townes Foundation) (\$5,331.30 already in Grouped)	5,574.01
Frances King Black Memorial Fund for Cancer Research (M. D. Anderson Hospital and Tumor Institute) (\$6,348.67 already in Grouped)	179.98
Al J. Gruner and Howard Levy Memorial Melanoma Research Fund (M. D. Anderson Hospital and Tumor Institute) (\$1,496.06 already in Grouped)	46.97
Mary Isabella Love Fund for Research of Cancer of the Blood (M. D. Anderson Hospital and Tumor Institute) (\$27,202.76 already in Grouped)	319.57

FUNDS GROUPED FOR INVESTMENT
(Continued)

Dorothy Calvert McLeod Fund for Patient Care (M. D. Anderson Hospital and Tumor Institute) (\$14,427.49 already in Grouped)	\$ 144.25
Mary Adline Gillespie Nixon Fund for Cancer Research (M. D. Anderson Hospital and Tumor Institute) (\$4,935.65 already in Grouped)	52.77
The Robert and Esther Stadtler Lectures Fund (M. D. Anderson Hospital and Tumor Institute) (\$14,311.02 already in Grouped)	168.76
The Sophie Caroline Steves Endowment Fund for Cancer Research (M. D. Anderson Hospital and Tumor Institute) (\$39,186.16 already in Grouped)	533.86
The Agnes Vaughn Boazman Memorial Fund for Cancer Research (University Cancer Foundation - M. D. Anderson Hospital and Tumor Institute) (\$4,436.58 already in Grouped)	52.13
The Frederick Laverne Woodley Memorial Fund for Cancer Research (M. D. Anderson Hospital and Tumor Institute) (\$404.40 already in Grouped)	5.08
Johanna Blumel Memorial Award (Medical Branch) (New Fund)	1,073.00
	<hr/>
Additions to be made to Funds Grouped June 1, 1965	<u>\$65,170.63</u>

Respectfully submitted

STAFF INVESTMENT COMMITTEE
J. C. Dolley, Vice Chancellor (Fiscal Affairs)
Wm. W. Stewart, Endowment Officer
Mary E. Cook, Assistant to the Endowment Officer

FONDS GROUP FOR INVESTMENT
 (Account No. 57-0200-0000)
 As of February 28, 1965

Par Value or No. Shs.	Description	Book Value 2/28/65	Current Yield		Current Mkt. Price 2/26/65*	Current Mkt. Value 2/26/65	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
FIXED INCOME SECURITIES									
1. U. S. Government Bonds:									
					(1)				
\$ 10,000	2-1/2% Treasury Bonds, due 3/15/70-65	\$ 9,467.16	3.66%	3.96%	93.34375	\$ 9,334.38	0.38%	0.26%	\$ 346.88
20,000	2-1/2% Treasury Bonds, due 12/15/72-67	18,724.96	3.52	4.01	89.9375	17,987.50	0.76	0.50	659.38
12,000	3-7/8% Treasury Bonds, due 11/15/74	12,163.80	3.69	4.17	93.59375	11,231.25	0.49	0.32	448.64
24,500	3-1/4% Treasury Bonds, due 6/15/83-78	24,546.71	3.23	4.14	88.5	21,682.50	1.00	0.61	792.79
15,000	3% Treasury Bonds, due 2/15/95	15,007.20	3.00	3.80	85.75	12,862.50	0.61	0.36	449.76
<u>81,500</u>	TOTAL U. S. GOVERNMENT BONDS	<u>79,909.83</u>	<u>3.38</u>	<u>3.69</u>		<u>73,098.13</u>	<u>3.24</u>	<u>2.05</u>	<u>2,697.45</u>
2. Corporate Bonds:									
Industrial Corporations Bonds--									
					(3)				
10,000	Allied Chemical & Dye Corp. 3-1/2% Debs., due 4/1/78	9,874.45	3.64	4.11	93.125	9,312.50	0.40	0.26	359.30
15,000	Aluminum Co. of America 4-1/4% S. F. Debs., due 1/1/82	15,068.00	4.20	4.29	99.5	14,925.00	0.61	0.42	633.50
60,000	Deere & Co. 4-1/2% Debs., due 10/31/86	60,198.44	4.47	4.43	101	60,600.00	2.44	1.70	2,690.98
10,000	General Electric Co. 3-1/2% Debs., due 5/1/76	10,046.69	3.44	4.18	93.625	9,362.50	0.41	0.26	345.94
10,000	General Motors Corp. 3-1/4% Debs., due 1/1/79	10,090.72	3.15	3.71	94.25	9,425.00	0.41	0.26	318.52
9,000	E. Lorillard Co. 4-7/8% S. F. Debs., due 6/1/86	8,980.65	4.90	4.65	102.5	9,225.00	0.36	0.26	439.65
15,000	National Steel Corp. 3-7/8% Series, First Mtge. Bonds, due 11/1/86	14,816.52	3.98	4.30	94.0	14,100.00	0.60	0.40	589.59
8,000	Procter & Gamble Co. 3-7/8% S. F. Debs., due 9/1/81	7,952.74	3.93	4.26	95.125	7,610.00	0.33	0.21	312.78
29,000	Sears, Roebuck & Co. 4-3/4% S. F. Debs., due 8/1/83	29,729.28	4.50	4.51	103.0	29,870.00	1.21	0.84	1,338.08
24,000	Standard Oil Co. (Indiana) 4-1/2% Debs., due 10/1/83	24,228.00	4.41	4.40	101.25	24,300.00	0.98	0.68	1,068.00
10,000	United States Steel Corp. 4% S. F. Debs., due 7/1/83	10,037.00	3.97	4.30	95.875	9,587.50	0.41	0.27	398.00
<u>200,000</u>	Total Industrial Corporations Bonds	<u>201,022.49</u>	<u>4.23</u>	<u>4.28</u>		<u>198,317.50</u>	<u>8.16</u>	<u>5.56</u>	<u>8,494.34</u>

FUNDS GROUP FOR INVESTMENT

As of February 28, 1965

(Continued)

Par Value or No. Shs.	Description	Book Value 2/28/65	Current Yield		Current Mkt. Price 2/26/65*	Current Mkt. Value 2/26/65	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
	2. Corporate Bonds: (Continued)								
	Public Utility Corporations Bonds--								
\$ 10,000	American Tel. & Tel. Co. 2-3/4% Debs., due 10/1/75	\$ 9,972.50	2.78%	4.37%	86.0 (3)	\$ 8,600.00	0.40%	0.24%	\$ 277.50
10,000	Commonwealth Edison Co. 4-5/8% S. F. Debs., due 1/1/2009	9,956.00	4.66	4.46	103.25 (3)	10,325.00	0.40	0.29	463.50
10,000	Consolidated Edison Co. of New York, Inc. 3-1/2% Series I, First & Ref. Mtge. Bonds, due 2/1/83	10,135.36	3.38	3.83	89.375 (1)	8,937.50	0.41	0.25	342.48
5,000	Ditto, 5% Series N Bonds, due 10/1/87	5,430.10	4.26	4.43	104.375 (1)	5,218.75	0.22	0.15	231.30
26,000	Ditto, 4-3/8% Series V Bonds, due 6/1/92	25,880.10	4.41	4.41	99.50 (3)	25,870.00	1.05	0.73	1,141.86
13,000	Consolidated Natural Gas Co. 5% Debs., due 9/1/82	13,826.56	4.37	4.45	104.4375(1)	13,576.88	0.56	0.38	604.18
5,000	Dallas Power & Light Co. 3-1/8% First Mtge. Bonds, due 2/1/86	5,023.94	3.09	3.81	81.5 B(1)	4,075.00	0.20	0.11	155.11
5,000	Duquesne Light Co. 3-5/8% First Mtge. Bonds, due 9/1/83	5,061.18	3.52	4.01	88.75 (1)	4,437.50	0.21	0.12	178.03
50,000	Georgia Power Co. First Mtge. Bonds, 4-5/8% Series, due 10/1/94	50,775.00	4.50	4.46	102.375 (3)	51,187.50	2.06	1.43	2,286.64
10,000	Gulf States Utilities Co. 3-1/8% First Mtge. Bonds, due 12/1/82	8,752.96	4.36	4.57	83.5 (1)	8,350.00	0.36	0.23	381.78
10,000	Houston Lighting & Power Co. 3-1/4% Series, First Mtge. Bonds, due 3/1/86	10,082.56	3.19	3.83	83.75 (1)	8,375.00	0.41	0.24	321.16
15,000	New England Tel. & Tel. Co. 3-1/8% Debs., due 12/15/88	15,218.50	3.00	3.79	80.5 B(1)	12,075.00	0.62	0.34	457.25
5,000	Ditto, 3-1/4% Debs., due 11/15/91	4,323.92	4.34	4.63	81 B(1)	4,050.00	0.18	0.11	187.54
26,000	Ditto, 4-1/2% Debs., due 7/1/2002	26,488.25	4.37	4.45	100 B(1)	26,000.00	1.08	0.73	1,156.98
12,000	New York Tel. Co. 4-1/8% Ref. Mtge. Bonds, Series K, due 7/1/93	12,244.53	3.97	4.27	94.875 (1)	11,385.00	0.50	0.32	486.42
23,000	Ditto, 4-5/8% Bonds, Series M, due 1/1/2002	23,492.10	4.47	4.50	101.5 B(1)	23,345.00	0.95	0.65	1,050.45
43,000	Northern Illinois Gas Co. 5% Series, First Mtge. Bonds, due 6/1/84	43,240.50	4.94	4.78	104.0 B(1)	44,720.00	1.75	1.25	2,137.79
30,000	Ohio Edison Co. 4-1/2% Series, First Mtge. Bonds, due 4/1/89	29,631.52	4.61	4.55	100.0 B(1)	30,000.00	1.20	0.84	1,365.04

Par Value or No. Shs.	Description	Book Value 2/28/65	Current Yield		Current Mkt. Price 2/26/65*	Current Mkt. Value 2/26/65	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
2. Corporate Bonds: (Continued)									
<u>Public Utility Corporations Bonds-- (Continued)</u>									
\$ 30,000	Ohio Power Co. 4-5/8% Series, First Mtge. Bonds, due 4/1/89	\$ 29,907.88	4.65%	4.41%	103.25 (3)	\$ 30,975.00	1.21%	0.87%	\$ 1,391.26
5,000	Oklahoma Gas & Electric Co. 4-1/2% Series, First Mtge. Bonds, due 1/1/87	5,069.08	4.38	4.41	100.625 (1)	5,031.25	0.21	0.14	221.86
5,000	Pacific Gas & Electric Co. 2-7/8% Series T, First & Ref. Mtge. Bonds, due 6/1/76	5,067.16	2.72	4.35	86.625 (3)	4,331.25	0.21	0.12	137.91
10,000	Ditto, 3-3/8% Series U, due 12/1/85	8,910.94	4.37	4.35	86.375 (3)	8,637.50	0.36	0.24	389.36
5,000	Ditto, 3-3/8% Series Z, due 12/1/88	4,813.76	3.67	4.16	84.8125(1)	4,240.63	0.20	0.12	176.51
10,000	Ditto, 5% Series BB, due 6/1/89	10,347.90	4.69	4.65	104.375 (1)	10,437.50	0.42	0.29	485.80
28,000	Ditto, 4-1/4% Series II, due 6/1/95	28,000.00	4.25	4.35	97.875 (3)	27,405.00	1.14	0.77	1,190.00
10,000	Pacific Tel. & Tel. Co. 2-7/8% Debs., due 10/1/86	9,827.08	3.01	3.79	78.0 (3)	7,800.00	0.40	0.22	295.36
5,000	Ditto, 3-5/8% Debs., due 8/15/91	4,635.36	4.21	4.44	87.75 B(1)	4,387.50	0.19	0.12	195.01
15,000	Philadelphia Electric Co. 3-1/8% Series, First & Ref. Mtge. Bonds, due 4/1/85	14,567.86	3.36	3.95	82.75 (1)	12,412.50	0.59	0.35	489.83
5,000	Public Service Electric & Gas Co. 3-1/4% Series, First & Ref. Mtge. Bonds, due 10/1/83	4,984.04	3.28	3.83	85.375 (1)	4,268.75	0.20	0.12	163.34
5,000	Ditto, 4-3/8% Series, due 11/1/86	5,171.16	4.08	4.29	98.25 B(1)	4,912.50	0.21	0.14	210.97
20,000	Ditto, 4-5/8% Series, due 8/1/88	20,196.93	4.54	4.49	102.0 B(1)	20,400.00	0.82	0.57	916.62
29,000	Ditto, 4-3/4% Deb. Bond, due 10/1/81	29,580.72	4.54	4.54	102.0 B(1)	29,580.00	1.20	0.83	1,343.34
60,000	Southern Bell Tel. & Tel. Co. 4-5/8% Debs., due 12/1/93	60,651.34	4.54	4.52	101.50 B(1)	60,900.00	2.46	1.71	2,752.54
10,000	Southern California Edison Co. 3-5/8% Series G, First & Ref. Mtge. Bonds, due 4/15/81	9,808.27	3.81	4.12	90.8125(1)	9,081.25	0.40	0.25	374.12
25,000	Ditto, 4-5/8% Series K, due 9/1/83	25,619.40	4.39	4.43	101.5625(1)	25,390.63	1.04	0.71	1,123.65
15,000	Southwestern Bell Tel. Co. 3-1/8% Debs., due 5/1/83	13,854.11	3.83	4.26	83.0 B(1)	12,450.00	0.56	0.35	530.69
10,000	Texas Electric Service Co. 3-1/4% Series, First Mtge. Bonds, due 5/1/82	9,542.55	3.68	4.13	85.0 B(1)	8,500.00	0.39	0.24	351.14
10,000	Ditto, 3-1/4% Series, due 3/1/85	10,145.14	3.13	3.80	83.75 B(1)	8,375.00	0.41	0.24	317.92
10,000	Texas Power & Light Co. 3-1/8% First Mtge. Bonds, due 10/1/84	10,164.40	2.99	3.66	83.25 B(1)	8,325.00	0.41	0.23	304.28
5,000	West Penn Power Co. 3-1/4% Series O, First Mtge. Bonds, due 4/1/82	4,475.00	4.30	4.53	85.0 B(1)	4,250.00	0.18	0.12	192.50

Par Value or No. Shs.	Description	Book Value 2/28/65	Current Yield		Current Mkt. Price 2/26/65*	Current Mkt. Value 2/26/65	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
2. Corporate Bonds: (Continued)									
<u>Public Utility Corporations Bonds-- (Continued)</u>									
\$ 10,000	West Texas Utilities Co. 3-7/8% Series E, First Mtge. Bonds, due 1/1/88	\$ 10,102.58	3.79%	4.26%	90.0 B(1)	\$ 9,000.00	0.41%	0.25%	\$ 383.04
5,000	Wisconsin Electric Power Co. 3-7/8% First Mtge. Bonds, due 4/15/86	5,009.03	3.86	4.23	91.50 B(1)	4,575.00	0.20	0.13	193.33
650,000	Total Public Utility Corporations Bonds	649,987.27	4.21	4.37		626,194.39	26.38	17.54	27,355.39
850,000	TOTAL CORPORATE BONDS	851,009.76	4.21	4.35		824,511.89	34.54	23.10	35,849.73
3. Preferred Stocks:									
140 Shs.	American Tobacco Co. 6% Cum. Pfd.	19,475.15	4.31	4.20	143	20,020.00	0.79	0.56	840.00
70 "	Dallas Power & Light Co. \$4.24 Cum. Pfd.	7,175.00	4.14	4.51	94.0 B(1)	6,580.00	0.29	0.18	296.80
100 "	E. I. du Pont de Nemours & Co. \$3.50 Cum. Pfd.	10,068.63	3.48	4.11	85.0625	8,506.25	0.41	0.24	350.00
150 "	General Motors Corp. Cum. Pfd. \$3.75 Series	14,306.00	3.93	4.14	90.50	13,575.00	0.58	0.38	562.50
	TOTAL PREFERRED STOCKS	51,024.78	4.02	4.21		48,681.25	2.07	1.36	2,049.30
	TOTAL FIXED INCOME SECURITIES	981,944.37	4.13	4.29		946,291.27	39.85	26.51	40,596.48
<u>EQUITY INCOME SECURITIES</u>									
4. Common Stocks:									
<u>Industrial Corporations Common Stocks--</u>									
<u>AUTOS & AUTO PARTS:</u>									
400 Shs.	Ford Motor Company	18,129.76	4.41	3.71	53-7/8	21,550.00	0.74	0.60	800.00
1194 "	General Motors Corporation	39,113.38	13.58	4.49	99	118,206.00	1.59	3.31	5,313.30
600 "	Libbey-Owens-Ford Glass Company	30,158.21	5.77	4.98	58-1/4	34,950.00	1.22	0.98	1,740.00
	Total Autos & Auto Parts	87,401.35	8.99	4.50		174,706.00	3.55	4.89	7,853.30
<u>BUILDING MATERIALS:</u>									
600 Shs.	Armstrong Cork Company	28,309.13	2.65	1.93	64-3/4	38,850.00	1.15	1.09	750.00
500 "	Johns-Manville Corporation	23,838.15	4.19	3.39	59	29,500.00	0.97	0.83	1,000.00
200 "	United States Gypsum Company	17,495.40	3.66	3.95	81	16,200.00	0.71	0.45	640.00
	Total Building Materials	69,642.68	3.43	2.83		84,550.00	2.83	2.37	2,390.00

FUNDS GROUP FOR INVESTMENT
As of February 28, 1965
(Continued)

Par Value or No. Shs.	Description	Book Value 2/28/65	Current Yield		Current Mkt. Price 2/26/65*	Current Mkt. Value 2/26/65	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
4. Common Stocks: (Continued)									
<u>Industrial Corporations Common Stocks--</u> (Continued)									
CHEMICAL PRODUCTS:									
543 Shs.	Allied Chemical Corporation	\$ 17,028.19	6.06%	3.35%	56-3/4	\$ 30,815.25	0.69%	0.86%	\$ 1,031.70
401 "	Dow Chemical Company	12,671.41	5.70	2.17	82-7/8	33,232.88	0.51	0.94	721.80
250 "	E. I. du Pont de Nemours & Company	20,875.57	6.29	2.12	248	62,000.00	0.85	1.74	1,312.50
626 "	Monsanto Company	28,135.27	3.11	1.59	88	55,088.00	1.14	1.54	876.40
350 "	Union Carbide Corporation	26,429.30	5.30	3.05	131	45,850.00	1.08	1.28	1,400.00
	Total Chemical Products	<u>105,139.74</u>	<u>5.08</u>	<u>2.35</u>		<u>226,986.13</u>	<u>4.27</u>	<u>6.36</u>	<u>5,342.40</u>
CONTAINERS:									
400 Shs.	American Can Company	17,969.56	4.45	4.61	43-3/8	17,350.00	0.73	0.48	800.00
200 "	Continental Can Company, Inc.	3,511.50	11.39	3.79	52-3/4	10,550.00	0.14	0.30	400.00
200 "	Owens-Illinois Glass Company	5,694.16	9.48	2.45	110-1/4	22,050.00	0.23	0.62	540.00
	Total Containers	<u>27,175.22</u>	<u>6.40</u>	<u>3.48</u>		<u>49,950.00</u>	<u>1.10</u>	<u>1.40</u>	<u>1,740.00</u>
DRUGS:									
300 Shs.	American Home Products Corporation	10,774.73	4.90	2.42	72-3/4	21,825.00	0.44	0.61	528.00
1200 "	Bristol-Myers Company	5,193.99	26.57	1.56	73-5/8	88,350.00	0.21	2.48	1,380.00
300 "	Parke, Davis & Company	12,041.64	2.87	3.30	34-7/8	10,462.50	0.49	0.29	345.00
800 "	Sterling Drug, Inc.	8,593.37	6.98	2.17	34-1/2	27,600.00	0.35	0.77	600.00
	Total Drugs	<u>36,603.73</u>	<u>7.79</u>	<u>1.92</u>		<u>148,237.50</u>	<u>1.49</u>	<u>4.15</u>	<u>2,853.00</u>
ELECTRICAL-ELECTRONICS:									
900 Shs.	General Electric Company	32,388.41	6.11	2.20	99-7/8	89,887.50	1.31	2.51	1,980.00
800 "	Westinghouse Electric Corporation	19,454.84	4.93	2.46	48-7/8	39,100.00	0.79	1.10	960.00
	Total Electrical-Electronics	<u>51,843.25</u>	<u>5.67</u>	<u>2.28</u>		<u>128,987.50</u>	<u>2.10</u>	<u>3.61</u>	<u>2,940.00</u>

Par Value or No. Shs.	Description	Book Value 2/28/65	Current Yield		Current Mkt. Price 2/26/65*	Current Mkt. Value 2/26/65	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
4. Common Stocks: (Continued)									
<u>Industrial Corporations Common Stocks--</u>									
(Continued)									
FOOD & HOUSEHOLD:									
416 Shs.	Borden Company	\$ 11,844.27	7.38%	2.43%	86-1/2	\$ 35,984.00	0.48%	1.01	\$ 873.60
400 "	Coca-Cola Company	17,808.21	3.82	2.16	78-3/4	31,500.00	0.72	0.88	680.00
375 "	Colgate-Palmolive Company	5,590.55	8.05	2.26	53	19,875.00	0.23	0.56	450.00
600 "	General Foods Corporation	17,020.21	7.05	2.44	81-7/8	49,125.00	0.69	1.38	1,200.00
600 "	National Biscuit Company	17,874.00	6.04	2.77	65	39,000.00	0.73	1.09	1,080.00
376	National Dairy Products Corporations	17,808.24	5.49	2.90	89-5/8	33,699.00	0.72	0.94	977.60
	Total Food & Household	87,945.48	5.98	2.52		209,183.00	3.57	5.86	5,261.20
MACHINERY & EQUIPMENT:									
300 Shs.	Ex-Cell-O Corporation	11,953.69	4.02	3.79	42-1/4	12,675.00	0.49	0.36	480.00
400 "	Ingersoll-Rand Company	16,944.86	4.72	4.30	46-1/2	18,600.00	0.68	0.52	800.00
	Total Machinery & Equipment	28,898.55	4.43	4.09		31,275.00	1.17	0.88	1,280.00
METALS-NONFERROUS:									
800 Shs.	American Smelting & Refining Company	24,194.82	6.94	3.90	53-7/8	43,100.00	0.98	1.21	1,680.00
OFFICE EQUIPMENT:									
127 Shs.	International Business Machines Corporation	34,616.97	2.20	1.32	455-3/4	57,880.25	1.40	1.62	762.00
PAPER PRODUCTS:									
400 Shs.	Kimberly-Clark Corporation	26,657.48	3.00	3.49	57-1/4	22,900.00	1.08	0.64	800.00
PETROLEUM PRODUCTS:									
311 Shs.	Continental Oil Company	17,391.50	4.29	3.24	74-1/8	23,052.88	0.70	0.65	746.40
2011 "	Gulf Oil Corporation	33,284.27	10.88	3.21	56-1/8	112,867.38	1.35	3.16	3,619.80
870 "	Phillips Petroleum Company	25,490.82	6.83	3.45	58	50,460.00	1.03	1.41	1,740.00
361 "	Standard Oil Company of California	13,431.77	5.91	2.98	73-3/4	26,623.75	0.55	0.75	794.20
1973 "	Standard Oil Company (New Jersey)	112,516.50	5.44	3.79	81-7/8	161,539.38	4.57	4.52	6,116.30
475 "	Texaco Inc.	16,934.10	6.45	2.91	79	37,525.00	0.69	1.05	1,092.50
	Total Petroleum Products	219,048.96	6.44	3.42		412,068.39	8.89	11.54	14,109.20

FOUNDS GROUP FOR INVESTMENT
As of February 28, 1965
(Continued)

Par Value or No. Shs.	Description	Book Value 2/28/65	Current Yield		Current Mkt. Price 2/26/65*	Current Mkt. Value 2/26/65	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
4. Common Stocks: (Continued)									
<u>Industrial Corporations Common Stocks--</u>									
(Continued)									
RETAIL TRADE:									
400 Shs.	J. C. Penny Company, Inc.	\$ 18,492.64	3.73%	2.62%	65-7/8	\$ 26,350.00	0.75%	0.74%	\$ 690.00
200 "	Sears, Roebuck & Company	26,028.92	1.54	1.50	133	26,600.00	1.06	0.74	400.00
	Total Retail Trade	44,521.56	2.45	2.06		52,950.00	1.81	1.48	1,090.00
STEEL & IRON:									
500 Shs.	Bethlehem Steel Corporation	20,537.78	3.65	4.07	36-7/8	18,437.50	0.83	0.52	750.00
200 "	Republic Steel Corporation	9,183.50	4.36	4.57	43-3/4	8,750.00	0.37	0.25	400.00
212 "	United States Steel Corporation	16,714.22	2.54	3.80	52-5/8	11,156.50	0.68	0.31	424.00
	Total Steel & Iron	46,435.50	3.39	4.10		38,344.00	1.88	1.08	1,574.00
TIRES & RUBBER:									
604 Shs.	Goodyear Tire & Rubber Company	20,487.95	3.39	2.30	50	30,200.00	0.83	0.85	694.60
TOBACCO PRODUCTS:									
1200 Shs.	R. J. Reynolds Tobacco Company	20,937.94	10.32	4.51	39-7/8	47,850.00	0.85	1.34	2,160.00
MISCELLANEOUS:									
100 Shs.	Eastman Kodak Company	15,354.30	1.95	1.95	154	15,400.00	0.62	0.43	300.00
200 "	General American Transportation Corporation	15,042.96	3.59	3.57	75-5/8	15,125.00	0.61	0.43	540.00
	Total Miscellaneous	30,397.26	2.76	2.75		30,525.00	1.23	0.86	840.00
	Total Industrial Corporations Common Stocks	961,948.44	5.55	2.98		1,789,692.77	39.03	50.14	53,369.70
<u>Public Utility Corporations Common Stocks--</u>									
LIGHT & POWER:									
515 Shs.	American Electric Power Company, Inc.	17,770.44	3.59	2.76	45	23,175.00	0.72	0.65	638.60
600 "	Baltimore Gas & Electric Company	13,421.64	5.90	3.26	40-1/2	24,300.00	0.54	0.68	792.00
400 "	Central & South West Corporation	18,166.00	3.04	2.67	51-3/4	20,700.00	0.74	0.58	552.00
800 "	Cincinnati Gas & Electric Company	14,560.57	5.49	3.31	30-1/4	24,200.00	0.59	0.68	800.00
400 "	Cleveland Electric Illuminating Company	11,614.52	4.13	2.98	40-1/4	16,100.00	0.47	0.45	480.00
430 "	Commonwealth Edison Company	12,894.13	6.00	3.16	56-7/8	24,456.25	0.52	0.69	774.00
400 "	Consumers Power Company	13,792.60	4.93	2.94	57-3/4	23,100.00	0.56	0.65	680.00
800 "	Detroit Edison Company	18,759.50	5.54	3.47	37-1/2	30,000.00	0.76	0.84	1,040.00

FUNDS GROUP FOR INVESTMENT
As of February 28, 1965
(Continued)

Par Value or No. Shs.	Description	Book Value		Current Yield		Current Mkt. Price 2/26/65*	Current Mkt. Value 2/26/65	% of Total		Estimated Annual Income
		2/28/65		Book	Market			Book	Market	
4. Common Stocks: (Continued)										
<u>Public Utility Corporations Common Stocks--</u>										
(Continued)										
LIGHT & POWER: (Continued)										
600 Shs.	Gulf States Utilities Company	\$ 21,922.50	3.83%	2.65%	52-7/8	\$ 31,725.00	0.89%	0.89%	\$ 840.00	
600 "	Ohio Edison Company	17,955.83	7.08	3.36	63-1/8	37,875.00	0.73	1.06	1,272.00	
800 "	Oklahoma Gas & Electric Company	13,030.30	4.91	2.53	31-5/8	25,300.00	0.53	0.71	640.00	
900 "	Pacific Gas & Electric Company	9,880.07	10.02	3.11	35-3/8	31,837.50	0.40	0.89	990.00	
500 "	Philadelphia Electric Company	14,125.00	4.67	3.47	38	19,000.00	0.57	0.53	660.00	
816 "	Potomac Electric Power Company	15,478.08	4.22	3.37	23-3/4	19,380.00	0.63	0.54	652.80	
800 "	Public Service Company of Indiana, Inc.	18,011.85	6.40	2.79	51-5/8	41,300.00	0.73	1.16	1,152.00	
800 "	Public Service Electric & Gas Company	16,721.33	6.51	3.29	41-3/8	33,100.00	0.68	0.93	1,088.00	
624 "	Southern California Edison Company	12,140.06	6.17	3.06	39-1/4	24,492.00	0.49	0.69	748.80	
200 "	Southern Company	11,214.12	3.21	2.56	70-1/4	14,050.00	0.46	0.39	360.00	
400 "	Texas Utilities Company	15,193.10	3.58	2.08	65-3/8	26,150.00	0.62	0.73	544.00	
650 "	Virginia Electric & Power Company	24,640.82	2.95	2.32	48-1/4	31,362.50	1.00	0.87	728.00	
884 "	Wisconsin Electric Power Company	17,544.33	5.44	3.34	32-3/8	28,619.50	0.71	0.80	954.72	
	Total Light & Power	<u>328,836.79</u>	<u>4.98</u>	<u>2.98</u>		<u>550,222.75</u>	<u>13.34</u>	<u>15.41</u>	<u>16,386.92</u>	
TELEPHONE:										
806 Shs.	American Telephone & Telegraph Company	<u>25,022.97</u>	<u>6.44</u>	<u>2.96</u>	67-5/8	<u>54,505.75</u>	<u>1.02</u>	<u>1.53</u>	<u>1,612.00</u>	
	Total Public Utility Corporations Common Stocks	<u>353,859.76</u>	<u>5.09</u>	<u>2.98</u>		<u>604,728.50</u>	<u>14.36</u>	<u>16.94</u>	<u>17,998.92</u>	
<u>Railroad Corporations Common Stocks--</u>										
900 Shs.	Atchison, Topeka & Santa Fe Railway Company	24,281.02	5.93	4.81	33-1/4	29,925.00	0.99	0.83	1,440.00	
300 "	Norfolk & Western Railway Company	27,855.36	6.46	4.48	134	40,200.00	1.13	1.13	1,800.00	
406 "	Union Pacific Railroad Company	<u>12,039.20</u>	<u>6.07</u>	<u>4.27</u>	42-1/8	<u>17,102.75</u>	<u>0.48</u>	<u>0.48</u>	<u>730.80</u>	
	Total Railroad Corporations Common Stocks	<u>64,175.58</u>	<u>6.19</u>	<u>4.55</u>		<u>87,227.75</u>	<u>2.60</u>	<u>2.44</u>	<u>3,970.80</u>	

FUNDS GROUP OR INVESTMENT
As of February 28, 1965
(Continued)

Par Value or No. Shs.	Description	Book Value 2/28/65	Current Yield		Current Mkt. Price 2/26/65*	Current Mkt. Value 2/26/65	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
4. Common Stocks: (Continued)									
Financial Corporations Common Stocks--									
BANKS:									
315 Shs.	Bank of America NT & SA (San Francisco)	\$ 13,050.06	5.23%	3.37%	59.3125 (2)	\$ 18,683.44	0.53%	0.52%	\$ 630.00
300 "	Bankers Trust Company (New York)	18,062.50	3.65	3.53	62.25 (2)	18,675.00	0.73	0.52	660.00
312 "	Chase Manhattan Bank (New York)	11,775.00	5.30	2.96	67.5 (2)	21,060.00	0.48	0.59	624.00
450 "	Chemical Bank New York Trust Company	16,225.00	5.82	3.49	60.25 (2)	27,112.50	0.66	0.76	945.00
440 "	First National City Bank (New York)	13,749.96	5.12	2.83	56.50 (2)	24,860.00	0.56	0.70	704.00
	Total Banks	<u>72,862.52</u>	<u>4.89</u>	<u>3.23</u>		<u>110,390.94</u>	<u>2.96</u>	<u>3.09</u>	<u>3,563.00</u>
FINANCE COMPANIES:									
400 Shs.	C. I. T. Financial Corporation	11,038.96	5.80	4.48	35-3/4	14,300.00	0.45	0.40	640.00
400 "	Commercial Credit Company	<u>17,010.24</u>	<u>4.23</u>	<u>4.63</u>	38-7/8	<u>15,550.00</u>	<u>0.69</u>	<u>0.44</u>	<u>720.00</u>
	Total Finance Companies	<u>28,049.20</u>	<u>4.85</u>	<u>4.56</u>		<u>29,850.00</u>	<u>1.14</u>	<u>0.84</u>	<u>1,360.00</u>
	Total Financial Corporations Common Stocks	<u>100,911.72</u>	<u>4.88</u>	<u>3.51</u>		<u>140,240.94</u>	<u>4.10</u>	<u>3.93</u>	<u>4,923.00</u>
	TOTAL COMMON STOCKS (TOTAL EQUITY INCOME SECURITIES)	<u>1,480,895.50</u>	<u>5.42</u>	<u>3.06</u>		<u>2,621,889.96</u>	<u>60.09</u>	<u>73.45</u>	<u>80,262.42</u>
	TOTAL SECURITIES	<u>2,462,839.87</u>	<u>4.91%</u>	<u>3.39%</u>		<u>3,568,181.23</u>	<u>99.94</u>	<u>99.96</u>	<u>\$120,858.90</u>
	5. Cash on Hand 2/28/65:	<u>1,507.11</u>				<u>1,507.11</u>	<u>0.06</u>	<u>0.04</u>	
	TOTAL FUND	<u>\$2,464,346.98</u>				<u>\$3,569,688.34</u>	<u>100.00%</u>	<u>100.00%</u>	

* Market close February 26, 1965, The Wall Street Journal, unless otherwise indicated.

(1) Average of Bid-Ask, bid price, or market close, February 26, 1965, Merrill Lynch, Pierce, Fenner & Smith, Inc.

(2) Average of Bid-Ask, February 26, 1965, The Wall Street Journal.

(3) Average of Bid-Ask or market close, February 26, 1965, Salomon Brothers & Hutzler.

$$\text{Unit Value} = \frac{\$3,569,688.34}{1,568,524.00} = \$2.275826408$$

MEC: vb

March 4, 1965

E. D. FARMER INTERNATIONAL SCHOLARSHIP FUND
(Account No. 34-0207-0620)
As of February 28, 1965

Par Value or No. Shs.	Description	Book Value 2/28/65	Current Yield		Current Mkt. Price 2/26/65*	Current Mkt. Value 2/26/65	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
<u>FIXED INCOME SECURITIES</u>									
1. <u>U. S. Government Bonds:</u>									
\$ 1,500	3-1/4% Treasury Bonds, due 6/15/83-78	\$ 1,500.00	3.25%	3.67%	88.5 (1)	\$ 1,327.50	0.78%	0.29%	\$ 48.75
2. <u>Texas Municipal Bonds:</u>									
2,000	McLennan County 4-1/2% Road Bonds, Series F, due 10/10/68	2,080.08	3.36	3.36	104.004 (2)	2,080.08	1.08	0.45	69.98
4,000	City of Marshall 3-1/4% Waterworks Improvement Bonds, Series 1948, due 2/15/76	4,000.00	3.25	3.25	100.0	4,000.00	2.09	0.88	130.00
6,000	TOTAL TEXAS MUNICIPAL BONDS	6,080.08	3.29	3.29		6,080.08	3.17	1.33	199.98
3. <u>Corporate Bonds:</u>									
<u>Industrial Corporations Bonds--</u>									
1,000	P. Lorillard Co. 4-7/8% S. F. Debs., due 6/1/86	997.85	4.84	4.71	102.5 (3)	1,025.00	0.52	0.23	48.25
15,000	Standard Oil Co. of California 4-3/8% S. F. Debs., due 7/1/83	15,168.35	4.27	4.31	100.00	15,000.00	7.91	3.29	647.15
14,000	Standard Oil Co. (Indiana) 4-1/2% Debs., due 10/1/83	14,133.00	4.41	4.40	101.25 (3)	14,175.00	7.37	3.11	623.00
30,000	Total Industrial Corporations Bonds	30,299.20	4.35	4.37		30,200.00	15.80	6.63	1,318.40
<u>Public Utility Corporations Bonds--</u>									
10,000	New England Tel. & Tel. Co. 3-1/8% Debs., due 12/15/88	10,145.54	3.00	3.79	80.5 B(1)	8,050.00	5.29	1.77	304.84
10,000	Ohio Power Co. 4-5/8% First Mtge. Bonds, due 4/1/89	9,989.71	4.63	4.48	103.25 (3)	10,325.00	5.21	2.26	462.92
13,000	Pacific Gas & Electric Co. 5% Series EE, First & Ref. Mtge. Bonds, due 6/1/91	13,000.00	5.00	4.79	104.375	13,568.75	6.77	2.98	650.00
5,000	Pacific Tel. & Tel. Co. 3-5/8% Debs., due 8/15/91	5,199.81	3.34	3.96	87.75 B(1)	4,387.50	2.71	0.96	173.71

E. D. FARMER INTERNATIONAL SCHOLARSHIP FUND
As of February 28, 1965
(Continued)

Par Value or No. Shs.	Description	Book Value 2/28/65	Current Yield		Current Mkt. Price 2/26/65*	Current Mkt. Value 2/26/65	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
	<u>3. Corporate Bonds: (Continued)</u>								
	<u>Public Utility Corporations Bonds-- (Continued)</u>								
\$16,000	Southern California Edison Co. 4-5/8% Series K, First & Ref. Mtge. Bonds, due 9/1/83	\$ 16,396.34	4.39%	4.43%	101.5625 (1)	\$ 16,250.00	8.55%	3.57%	\$ 719.14
4,000	Southwestern Bell Tel. Co. 3-1/8% Debs., due 5/1/83	4,052.91	3.01	3.68	83.0 B(1)	3,320.00	2.11	0.73	122.14
58,000	Total Public Utility Corporations Bonds	58,784.31	4.14	4.35		55,901.25	30.64	12.27	2,432.75
88,000	TOTAL CORPORATE BONDS	89,083.51	4.21	4.36		86,101.25	46.44	18.90	3,751.15
95,500	TOTAL FIXED INCOME SECURITIES	96,663.59	4.14	4.28		93,508.83	50.39	20.52	3,999.88
	<u>E Q U I T Y I N C O M E S E C U R I T I E S</u>								
	<u>4. Common Stocks:</u>								
	<u>Industrial Corporations Common Stocks--</u>								
	<u>AUTOS & AUTO PARTS:</u>								
427 Shs.	General Motors Corporation	13,901.55	13.67	4.49	99	42,273.00	7.25	9.28	1,900.15
	<u>CHEMICAL PRODUCTS:</u>								
160 Shs.	E. I. du Pont de Nemours & Company	1.00	-	2.12	248	39,680.00	-	8.71	840.00
	<u>ELECTRICAL-ELECTRONICS:</u>								
300 Shs.	General Electric Company	3,320.75	19.88	2.20	99-7/8	29,962.50	1.73	6.57	660.00
	<u>FOOD & HOUSEHOLD:</u>								
200 Shs.	National Biscuit Company	3,959.63	9.09	2.77	65	13,000.00	2.06	2.85	360.00
200 "	National Dairy Products Corporation	7,039.88	7.39	2.90	89-5/8	17,925.00	3.67	3.93	520.00
400 "	Procter & Gamble Company	9,728.26	7.61	2.45	75-3/8	30,150.00	5.07	6.62	740.00
	Total Food & Household	20,727.77	7.82	2.65		61,075.00	10.80	13.40	1,620.00

E. D. FARMER INTERNATIONAL SCHOLARSHIP FUND
As of February 28, 1965
(Continued)

Par Value or No. Shs.	Description	Book Value 2/28/65	Current Yield		Current Mkt. Price 2/26/65*	Current Mkt. Value 2/26/65	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
4. <u>Common Stocks: (Continued)</u>									
<u>Industrial Corporations Common Stocks--</u>									
<u>(Continued)</u>									
PETROLEUM PRODUCTS:									
200 Shs.	Phillips Petroleum Company	\$ 6,714.50	5.96%	3.45%	58	\$ 11,600.00	3.50%	2.55%	\$ 400.00
911 "	Texaco Inc.	<u>5,618.36</u>	<u>37.29</u>	<u>2.91</u>	79	<u>71,969.00</u>	<u>2.93</u>	<u>15.79</u>	<u>2,095.30</u>
	Total Petroleum Products	<u>12,332.86</u>	<u>20.23</u>	<u>2.99</u>		<u>83,569.00</u>	<u>6.43</u>	<u>18.34</u>	<u>2,495.30</u>
TOBACCO PRODUCTS:									
400 Shs.	R. J. Reynolds Tobacco Company	<u>4,198.24</u>	<u>17.15</u>	<u>4.51</u>	39-7/8	<u>15,950.00</u>	<u>2.19</u>	<u>3.50</u>	<u>720.00</u>
	Total Industrial Corporations Common Stocks	<u>54,482.17</u>	<u>15.12</u>	<u>3.02</u>		<u>272,509.50</u>	<u>28.40</u>	<u>59.80</u>	<u>8,235.45</u>
<u>Public Utility Corporations Common Stocks--</u>									
<u>LIGHT & POWER:</u>									
221 Shs.	Commonwealth Edison Company	3,843.29	10.35	3.16	56-7/8	12,569.38	2.00	2.76	397.80
200 "	Consolidated Edison Company of New York, Inc.	3,310.05	10.88	1.91	94-1/4	18,850.00	1.73	4.14	360.00
200 "	Public Service Electric & Gas Company	3,461.13	7.86	3.29	41-3/8	8,275.00	1.81	1.82	272.00
220 "	Wisconsin Electric Power Company	<u>3,670.37</u>	<u>6.47</u>	<u>3.34</u>	32-3/8	<u>7,122.50</u>	<u>1.91</u>	<u>1.56</u>	<u>237.60</u>
	Total Light & Power	<u>14,284.84</u>	<u>8.87</u>	<u>2.71</u>		<u>46,816.88</u>	<u>7.45</u>	<u>10.28</u>	<u>1,267.40</u>
TELEPHONE:									
104 Shs.	American Telephone & Telegraph Company	<u>6,369.17</u>	<u>3.27</u>	<u>2.96</u>	67-5/8	<u>7,033.00</u>	<u>3.32</u>	<u>1.54</u>	<u>208.00</u>
	Total Public Utility Corporations Common Stocks	<u>20,654.01</u>	<u>7.14</u>	<u>2.74</u>		<u>53,849.88</u>	<u>10.77</u>	<u>11.82</u>	<u>1,475.40</u>
<u>Railroad Corporations Common Stocks--</u>									
200 Shs.	Norfolk & Western Railway Company	<u>13,308.04</u>	<u>9.02</u>	<u>4.48</u>	134	<u>26,800.00</u>	<u>6.94</u>	<u>5.88</u>	<u>1,200.00</u>

E. D. FARMER INTERNATIONAL SCHOLARSHIP FUND
As of February 28, 1965
(Continued)

Par Value or No. Shs.	Description	Book Value 2/28/65	Current Yield:		Current Mkt. Price 2/26/65*	Current Mkt. Value 2/26/65	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
	4. <u>Common Stocks: (Continued)</u>								
	<u>Financial Corporations Common Stocks--</u>								
105 Shs.	Bank of America National Trust & Savings Association (San Francisco)	\$ <u>3,925.02</u>	<u>5.35%</u>	<u>3.37%</u>	59.3125 (4)	\$ <u>6,227.81</u>	<u>2.04%</u>	<u>1.37%</u>	\$ <u>210.00</u>
	TOTAL COMMON STOCKS (TOTAL EQUITY INCOME SECURITIES)	<u>92,369.24</u>	<u>12.04</u>	<u>3.09</u>		<u>358,376.19</u>	<u>48.15</u>	<u>78.87</u>	<u>11,120.85</u>
	TOTAL SECURITIES	<u>189,032.83</u>	<u>7.98%</u>	<u>3.34%</u>		<u>452,896.02</u>	<u>98.54</u>	<u>99.39</u>	<u>\$15,120.73</u>
	5. <u>Cash on Hand 2/28/65:</u>	<u>2,797.07</u>				<u>2,797.07</u>	<u>1.46</u>	<u>0.61</u>	
	TOTAL FUND	<u>\$191,829.90</u>				<u>\$455,693.09</u>	<u>100.00%</u>	<u>100.00%</u>	

* Market close February 26, 1965, The Wall Street Journal, unless otherwise indicated.

(1) Average of Bid-Ask or Bid-Price, February 26, 1965, Merrill Lynch, Pierce, Fenner & Smith, Inc.

(2) Based on book value.

(3) Average of Bid-Ask February 26, 1965, Salomon Brothers & Hutzler.

(4) Average of Bid-Ask, February 26, 1965, The Wall Street Journal.

MEC:rg:vb
March 23, 1965

Brief Sheet

E. D. FARMER INTERNATIONAL SCHOLARSHIP FUND

- Established by : George W. Beggs, Executor of the Estate of E. D. Farmer, deceased May 24, 1924, from assets of the estate, as a charitable trust and in lieu of payment of State inheritance taxes. To effectuate this purpose, Senate Bill No. 98, Chapter 25, 1st called session, 41st Legislative (1929), was passed making provision for the arrangement, the law becoming effective August 11, 1929. The Board of Regents adopted a resolution outlining the terms of the Trust on June 8, 1929.
- Current Amount : \$191,829.90 (as of 2/28/65).
- Trustee : Board of Regents of The University of Texas
- Purpose : Quotation from Senate Bill No. 98:
"The moneys so paid in discharge of said tax liability shall constitute and be part of a special fund to be known as the 'E. D. Farmer International Scholarship Fund.' The fund shall be administered by the Board of Regents of The University of Texas, and they are hereby created trustees thereof. The income from said fund shall be used by said Board for the purpose of providing scholarships in The University of Texas to students from the Republic of Mexico, and providing scholarships in the National University of Mexico to students of The University of Texas. Within the discretion of the Board of Regents of The University of Texas, a portion of said income may be used at any time to further the exchange of instructors between The University of Texas, and the said National University of Mexico. All such scholarships as may be provided by said income shall be competitive and the awards thereof shall be made in a manner to be determined by the Executor of the will of the said E. D. Farmer, deceased."
- Investment Restrictions : None set out in law or Regents' resolution. However, the rules and regulations of the Board of Regents governing the E. D. Farmer International Scholarship Fund has the following to say about investment powers:

"The principal of the Fund shall be invested and re-invested and the income expended in accordance with the regulations of the University applicable to the handling of trust funds."

E. D. FARMER INTERNATIONAL SCHOLARSHIP FUND
(Account No. 34-0207-0620)
As of February 28, 1965

Par Value or No. Shs.	Description	Book Value 2/28/65	Current Yield		Current Mkt. Price 2/26/65*	Current Mkt. Value 2/26/65	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
<u>FIXED INCOME SECURITIES</u>									
1. <u>U. S. Government Bonds:</u>									
\$ 1,500	3-1/4% Treasury Bonds, due 6/15/83-78	\$ 1,500.00	3.25%	3.67%	88.5 (1)	\$ 1,327.50	0.78%	0.29%	\$ 48.75
2. <u>Texas Municipal Bonds:</u>									
2,000	McLennan County 4-1/2% Road Bonds, Series F, due 10/10/68	2,080.08	3.36	3.36	104.004 (2)	2,080.08	1.08	0.45	69.98
4,000	City of Marshall 3-1/4% Waterworks Improvement Bonds, Series 1948, due 2/15/76	4,000.00	3.25	3.25	100.0	4,000.00	2.09	0.88	130.00
6,000	TOTAL TEXAS MUNICIPAL BONDS	6,080.08	3.29	3.29		6,080.08	3.17	1.33	199.98
3. <u>Corporate Bonds:</u>									
<u>Industrial Corporations Bonds--</u>									
1,000	P. Lorillard Co. 4-7/8% S. F. Debs., due 6/1/86	997.85	4.84	4.71	102.5 (3)	1,025.00	0.52	0.23	48.25
15,000	Standard Oil Co. of California 4-3/8% S. F. Debs., due 7/1/83	15,168.35	4.27	4.31	100.00	15,000.00	7.91	3.29	647.15
14,000	Standard Oil Co. (Indiana) 4-1/2% Debs., due 10/1/83	14,133.00	4.41	4.40	101.25 (3)	14,175.00	7.37	3.11	623.00
30,000	Total Industrial Corporations Bonds	30,299.20	4.35	4.37		30,200.00	15.80	6.63	1,318.40
<u>Public Utility Corporations Bonds--</u>									
10,000	New England Tel. & Tel. Co. 3-1/8% Debs., due 12/15/88	10,145.54	3.00	3.79	80.5 B(1)	8,050.00	5.29	1.77	304.84
10,000	Ohio Power Co. 4-5/8% First Mtge. Bonds, due 4/1/89	9,989.71	4.63	4.48	103.25 (3)	10,325.00	5.21	2.26	462.92
13,000	Pacific Gas & Electric Co. 5% Series EE, First & Ref. Mtge. Bonds, due 6/1/91	13,000.00	5.00	4.79	104.375	13,568.75	6.77	2.98	650.00
5,000	Pacific Tel. & Tel. Co. 3-5/8% Debs., due 8/15/91	5,199.81	3.34	3.96	87.75 B(1)	4,387.50	2.71	0.96	173.71

E. D. FARMER INTERNATIONAL SCHOLARSHIP FUND

As of February 28, 1965

(Continued)

Par Value or No. Shs.	Description	Book Value 2/28/65	Current Yield		Current Mkt. Price 2/26/65*	Current Mkt. Value 2/26/65	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
3. Corporate Bonds: (Continued)									
Public Utility Corporations Bonds-- (Continued)									
\$16,000	Southern California Edison Co. 4-5/8% Series K, First & Ref. Mtge. Bonds, due 9/1/83	\$ 16,396.34	4.39%	4.43%	101.5625 (1)	\$ 16,250.00	8.55%	3.57%	\$ 719.14
4,000	Southwestern Bell Tel. Co. 3-1/8% Debs., due 5/1/83	4,052.91	3.01	3.68	83.0 B(1)	3,320.00	2.11	0.73	122.14
58,000	Total Public Utility Corporations Bonds	58,784.31	4.14	4.35		55,901.25	30.64	12.27	2,432.75
88,000	TOTAL CORPORATE BONDS	89,083.51	4.21	4.36		86,101.25	46.44	18.90	3,751.15
95,500	TOTAL FIXED INCOME SECURITIES	96,663.59	4.14	4.28		93,508.83	50.39	20.52	3,999.88
EQUITY INCOME SECURITIES									
4. Common Stocks:									
Industrial Corporations Common Stocks--									
AUTOS & AUTO PARTS:									
427 Shs.	General Motors Corporation	13,901.55	13.67	4.49	99	42,273.00	7.25	9.28	1,900.15
CHEMICAL PRODUCTS:									
160 Shs.	E. I. du Pont de Nemours & Company	1.00	-	2.12	248	39,680.00	-	8.71	840.00
ELECTRICAL-ELECTRONICS:									
300 Shs.	General Electric Company	3,320.75	19.88	2.20	99-7/8	29,962.50	1.73	6.57	660.00
FOOD & HOUSEHOLD:									
200 Shs.	National Biscuit Company	3,959.63	9.09	2.77	65	13,000.00	2.06	2.85	360.00
200 "	National Dairy Products Corporation	7,039.88	7.39	2.90	89-5/8	17,925.00	3.67	3.93	520.00
400 "	Procter & Gamble Company	9,728.26	7.61	2.45	75-3/8	30,150.00	5.07	6.62	740.00
	Total Food & Household	20,727.77	7.82	2.65		61,075.00	10.80	13.40	1,620.00

E. D. FARMER INTERNATIONAL SCHOLARSHIP FUND
As of February 28, 1965
(Continued)

Par Value or No. Shs.	Description	Book Value 2/28/65	Current Yield		Current Mkt. Price 2/26/65*	Current Mkt. Value 2/26/65	% of Total		Estimated Annual Income
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4. <u>Common Stocks: (Continued)</u>									
<u>Industrial Corporations Common Stocks--</u> (Continued)									
PETROLEUM PRODUCTS:									
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911 "	Texaco Inc.	<u>5,618.36</u>	<u>37.29</u>	<u>2.91</u>	79	<u>71,969.00</u>	<u>2.93</u>	<u>15.79</u>	<u>2,095.30</u>
	Total Petroleum Products	<u>12,332.86</u>	<u>20.23</u>	<u>2.99</u>		<u>83,569.00</u>	<u>6.43</u>	<u>18.34</u>	<u>2,495.30</u>
TOBACCO PRODUCTS:									
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	Total Industrial Corporations Common Stocks	<u>54,482.17</u>	<u>15.12</u>	<u>3.02</u>		<u>272,509.50</u>	<u>28.40</u>	<u>59.80</u>	<u>8,235.45</u>
<u>Public Utility Corporations Common Stocks--</u>									
LIGHT & POWER:									
221 Shs.	Commonwealth Edison Company	3,843.29	10.35	3.16	56-7/8	12,569.38	2.00	2.76	397.80
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	Total Light & Power	<u>14,284.84</u>	<u>8.87</u>	<u>2.71</u>		<u>46,816.88</u>	<u>7.45</u>	<u>10.28</u>	<u>1,267.40</u>
TELEPHONE:									
104 Shs.	American Telephone & Telegraph Company	<u>6,369.17</u>	<u>3.27</u>	<u>2.96</u>	67-5/8	<u>7,033.00</u>	<u>3.32</u>	<u>1.54</u>	<u>208.00</u>
	Total Public Utility Corporations Common Stocks	<u>20,654.01</u>	<u>7.14</u>	<u>2.74</u>		<u>53,849.88</u>	<u>10.77</u>	<u>11.82</u>	<u>1,475.40</u>
<u>Railroad Corporations Common Stocks--</u>									
200 Shs.	Norfolk & Western Railway Company	<u>13,308.04</u>	<u>9.02</u>	<u>4.48</u>	134	<u>26,800.00</u>	<u>6.94</u>	<u>5.88</u>	<u>1,200.00</u>

E. D. FARMER INTERNATIONAL SCHOLARSHIP FUND

As of February 28, 1965

(Continued)

Par Value or No. Shs.	Description	Book Value 2/28/65	Current Yield:		Current Mkt. Price 2/26/65*	Current Mkt. Value 2/26/65	% of Total		Estimated Annual Income
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	4. Common Stocks: (Continued)								
105 Shs.	Financial Corporations Common Stocks-- Bank of America National Trust & Savings Association (San Francisco)	\$ 3,925.02	5.35%	3.37%	59.3125 (4)	\$ 6,227.81	2.04%	1.37%	\$ 210.00
	TOTAL COMMON STOCKS (TOTAL EQUITY INCOME SECURITIES)	92,369.24	12.04	3.09		358,376.19	48.15	78.87	11,120.85
	TOTAL SECURITIES	189,032.83	7.98%	3.34%		452,896.02	98.54	99.39	\$15,120.73
	5. Cash on Hand 2/28/65:	2,797.07				2,797.07	1.46	0.61	
	TOTAL FUND	\$191,829.90				\$455,693.09	100.00%	100.00%	

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(2) Based on book value.

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MEC:rg:vb
March 23, 1965

Brief Sheet

E. D. FARMER INTERNATIONAL SCHOLARSHIP FUND

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- Current Amount : \$191,829.90 (as of 2/28/65).
- Trustee : Board of Regents of The University of Texas
- Purpose : Quotation from Senate Bill No. 98:
"The moneys so paid in discharge of said tax liability shall constitute and be part of a special fund to be known as the 'E. D. Farmer International Scholarship Fund.' The fund shall be administered by the Board of Regents of The University of Texas, and they are hereby created trustees thereof. The income from said fund shall be used by said Board for the purpose of providing scholarships in The University of Texas to students from the Republic of Mexico, and providing scholarships in the National University of Mexico to students of The University of Texas. Within the discretion of the Board of Regents of The University of Texas, a portion of said income may be used at any time to further the exchange of instructors between The University of Texas, and the said National University of Mexico. All such scholarships as may be provided by said income shall be competitive and the awards thereof shall be made in a manner to be determined by the Executor of the will of the said E. D. Farmer, deceased."
- Investment Restrictions : None set out in law or Regents' resolution. However, the rules and regulations of the Board of Regents governing the E. D. Farmer International Scholarship Fund has the following to say about investment powers:

"The principal of the Fund shall be invested and re-invested and the income expended in accordance with the regulations of the University applicable to the handling of trust funds."

Meeting of the Board

:

- F. Scheduled Meetings of the Board.--July 16-17, 1965, was set at the April meeting as a tentative date for the July meeting to be definitely firmed up at the Regents' May session. Calendar and Football Schedule on Page iv.
- G. ITEMS FOR THE RECORD.--The following items have been approved by the Committee of the Whole and are included herewith to complete the record:

1. Graduate School of Biomedical Sciences at Houston: Advance from Etter Fund.--On April 3, 1964, in the deliberations regarding the Deanship of the Graduate School of Biomedical Sciences at Houston, the Committee of the Whole approved an advance in the amount of \$100,000 from the newly available money in the Etter Fund for an annual salary of \$32,000 for 1964-65 for Doctor Paul Weiss and the remaining \$68,000 for assistance in the organizational operation of the new School, such advance to be repaid from future gifts and grants to the Graduate School of Biomedical Sciences.

2. Withdrawal of Requests from Texas Commission on Higher Education.-- Upon the request of Doctor Stewart Allen, Assistant Director for Programs at the Texas Commission on Higher Education, a review was made of the requests pending with the Commission. The Chancellor, after consultation with Doctor Wilson Stone, Vice-Chancellor for Graduate Programs, has withdrawn the following requests for consideration by the Texas Commission on Higher Education:

- a. Degrees of Master of Science and Doctor of Philosophy in Biomedical Sciences with a major in Psychology at the Graduate School of Biomedical Sciences (Approved for submission July 13, 1963.)
- b. Degree of Master of Science in Mathematics at Texas Western College (Approved for submission February 3, 1962.)

Board of Regents approval for these programs remains in effect, since requests for approval by the Coordinating Board, Texas College and University System, may be submitted at a later date.

3. Main University: Bachelor of Journalism Approved by Texas Commission on Higher Education.--It is reported for the record that the Regents' request to redesignate the degree of Bachelor of Science in Journalism was approved by the Texas Commission on Higher Education at its meeting on January 11, 1965.

1965											
JANUARY			JULY			Holidays, Holy Days and Commemorative Days Jan. 1 New Year's Day Feb. 12 Lincoln's Birthday 14 St. Valentine's Day 22 Washington's Birthday Mar. 3 Ash Wednesday 17 St. Patrick's Day Apr. 11 Palm Sunday 16 Good Friday 17 Jewish Passover 18 Easter Sunday May 9 Mother's Day 15 Armed Forces Day 30 Memorial Day* Jun. 13 Children's Day 15 Trinity Sunday 14 Flag Day 20 Father's Day Jul. 4 Independence Day* Sep. 6 Labor Day 17 Citizenship Day 27 Jewish New Year Oct. 6 Jewish Yom Kippur 12 Columbus Day 24 United Nations Day 31 Halloween Nov. 2 Election Day 11 Veterans Day 25 Thanksgiving Day 28 First Sunday of Advent Dec. 25 Christmas Day					
FEBRUARY			AUGUST								
MARCH			SEPTEMBER								
APRIL			OCTOBER								
MAY			NOVEMBER								
JUNE			DECEMBER								

UNIVERSITY OF TEXAS 1965 FOOTBALL SCHEDULE		
September 17	Tulane at New Orleans	8:00 P.M.
September 25	Texas Tech at Austin	7:30 P.M.
October 2	Indiana at Austin	7:30 P.M.
October 9	Oklahoma at Dallas	2:00 P.M.
October 16	Arkansas at Fayetteville	2:30 P.M.
October 23	Rice at Austin	7:30 P.M.
October 30	S. M. U. at Dallas	2:00 P.M.
November 6	Baylor at Austin	1:30 P.M.
November 13	T. C. U. at Austin	2:00 P.M.
November 25	Texas A&M at College Station	1:30 P.M.

Compliments UNIVERSITY CO-OP

SUPPLEMENTARY AGENDA

BOARD OF REGENTS

OF

THE UNIVERSITY OF TEXAS

MEETING NO. 634

MAY 21-22, 1965

NAME

Office Copy

EXECUTIVE COMMITTEE
SUPPLEMENTARY AGENDA
May 21-22, 1965

Page No.

ITEM NO.

1. (Cont'd) Report of Interim Actions of Committee Since Material Supporting the Agenda was Mailed
 - a. Recommended Travel Requests
 - (1) Main University (2T-7) 2
 - (2) Dental Branch (5T-1) 1
 - b. Miscellaneous Items
 - (1) 8-M-64 -- Main University: Award of Contract for Modernization and Remodeling (Including Air Conditioning) of Six Existing Buildings (R. O. T. C., R. O. T. C. Rifle Range, Speech, Service Building, Main Building Tower, Petroleum Engineering) 1, 3
 - (2) 9-M-64 -- Main University: Award of Contract for Replacement of Parts of Sanitary Sewer System 1, 3
4. Arlington State College: 1965 Summer Session Budget 4

SUBJECT: Report of Interim Actions Approved Since Mailing of Material Supporting the Agenda on May 11, 1965

It is recommended that the report of the following actions of the Executive Committee since the mailing of the Material Supporting the Agenda be approved:

TRAVEL ITEM, DENTAL BRANCH: DOCTOR MARTIN CATTONI (5T-1).--The Executive Committee unanimously approved on May 11, 1965, the following request for permission to travel for the Dental Branch:

<u>Name</u>	<u>Period of Absence</u>	<u>Destination</u>
Doctor Martin Cattoni, Professor in Department of Medicine (5T-1)	June 21 - July 31, 1965 Inclusive	Santo Domingo, Dominican Republic

Purpose: To act as consultant for The World Health Organization in the reorganization of The University of Santo Domingo and to give a postgraduate course before the members of the faculty.

Expenses: There will be no expense to the University.

MISCELLANEOUS ITEM 8-M-64: MAIN UNIVERSITY - AWARD OF CONTRACT FOR MODERNIZATION AND REMODELING (INCLUDING AIR CONDITIONING) OF SIX EXISTING BUILDINGS (R. O. T. C., R. O. T. C. RIFLE RANGE, SPEECH, SERVICE BUILDING, MAIN BUILDING TOWER, PETROLEUM ENGINEERING).--In accordance with authorization given by the Board at the meeting held March 13, 1965, bids were called for and were opened and tabulated on April 13, 1965, for Modernization and Remodeling of the R. O. T. C. Building, R. O. T. C. Rifle Range Building, Speech Building, Service Building, Main Building Tower, and Petroleum Engineering Building at the Main University as shown on the tabulation sheet on Page 3.

The Executive Committee unanimously approved on May 11, 1965, the recommendation of the Engineers on the project, Bovay Engineers, Main University Business Manager Colvin, Comptroller Sparenberg, Vice-Chancellor Hackerman, and Chancellor Ransom that award of a contract be made in the amount of \$448,800.00 to the low bidder, McCarty-Conley Company, Austin, Texas, covering all work in all buildings involved.

MISCELLANEOUS ITEM 9-M-64: MAIN UNIVERSITY - AWARD OF CONTRACT FOR REPLACEMENT OF PARTS OF THE SANITARY SEWER SYSTEM.--In accordance with authorization given by the Board at the meeting held March 13, 1965, bids were called for and were opened and tabulated on April 15, 1965, for Replacement of Parts of the Sanitary Sewer System at the Main University, as shown on the tabulation sheet on Page 3.

On May 11, 1965, the Executive Committee unanimously approved the recommendation of the Engineers on the project, Isom H. Hale and Associates, Main University Business Manager Colvin, Comptroller Sparenberg, Vice-Chancellor Hackerman, and Chancellor Ransom that award of a contract be made to the low bidder, as follows:

Bland Construction Company	
Austin, Texas	
Base Bid	\$29,650.55
Addition No. I	<u>6,233.80</u>
Total Recommended Contract Award	<u>\$35,884.35</u>

TRAVEL ITEM, MAIN UNIVERSITY: PHILIP WORCHEL (2T-7).
 -- The Executive Committee unanimously approved on May 12, 1965, the following request for permission to travel for the Main University:

<u>Name</u>	<u>Period of Absence</u>	<u>Destination</u>
Philip Worchel, Professor of Psychology (2T-7)	July 1-September 7, 1965	Bulgaria, Sardinia, Yugoslavia

Purpose: For study and interviews in connection with research grant on Nationalism and the Perception of International Crises.

Expenses: Estimated to be \$850 for Transportation and \$900 for Per Diem (62 Days) payable from contract funds.

REPLACEMENT OF PARTS OF THE SANITARY SEWER SYSTEM
THE UNIVERSITY OF TEXAS
MAIN UNIVERSITY
AUSTIN, TEXAS

Bids Opened: 2:30 P.M., Thursday, April 15, 1965

Bidder	Base Bid	Addition No. I	Addition No. II
Bland Construction Company, Austin, Texas	\$29,650.55	\$ 6,233.80	\$ 8,000.35
Ford-Wehmeyer, Inc. Austin, Texas	42,077.60	13,283.80	28,555.00
H & M Construction, Austin, Texas	38,464.35	6,501.80	7,506.85
M. Lawrence Parker, Bryan, Texas	43,062.50	13,404.00	14,821.00

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

MODERNIZATION AND REMODELING OF
R.O.T.C. BUILDING, SPEECH BUILDING, SERVICE BUILDING, RIFLE RANGE
BUILDING, MAIN BUILDING (UPPER TOWER), AND PETROLEUM ENGINEERING BUILDING
THE UNIVERSITY OF TEXAS, MAIN UNIVERSITY, AUSTIN, TEXAS

Bids Opened: 2:30 P.M., Tuesday, April 13, 1965

Bidder	R.O.T.C. & Rifle Range Building	Speech Building	Service Building
J. M. Boyer, Inc.	No Bid	No Bid	No Bid
Porter Plumbing & Heating Company	\$168,833.00	\$115,332.00	\$ 52,081.00
McCarty-Conley Co.	No Bid	No Bid	No Bid

Bidder	Main Building Upper Tower	Petroleum Engineering Building	Combination Bid All Buildings
J. M. Boyer, Inc.	No Bid	No Bid	\$449,329.00
Porter Plumbing & Heating Company	\$119,162.00	\$125,244.00	522,000.00
McCarty-Conley Co.	No Bid	No Bid	448,800.00

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

All bidders are located in Austin, Texas.

ITEM NO. 4Executive CommitteeSUBJECT: Arlington State College: 1965 Summer Session BudgetRECOMMENDATION
(Suggested Minute Order by Secretary)

Upon the recommendation of President Woolf, concurred in by Chancellor Ransom, it is recommended

That the 1965 Summer Session Budget for Arlington State College, as distributed in a separate volume, be approved. A copy of this Budget is in the Secretary's Files, Volume XII, Page _____. This Budget is within the total allotment approved and available in the regular operating budget for Arlington State and the salary rates recommended are not in excess of the regular academic salary rates.

PROPOSAL
(As Submitted by Administration)

Chancellor Ransom concurs in the recommendation of President J. R. Woolf that the 1965 Summer Session budget for Arlington State College be approved by the Board of Regents. President Woolf has stated that the Summer Session budget is within the total allotment approved and available in their regular operating budget and that the salary rates recommended are not in excess of the regular nine-months salary rates. The budget submitted is in the same form as presented to the A. & M. University Board of Directors for approval at their April 24, 1965, meeting. Since Arlington State College was transferred to The University of Texas System as of April 23, 1965, the Board of Directors of A. & M. University took no action on the Arlington State College Summer Session budget.

ACADEMIC AND DEVELOPMENTAL AFFAIRS COMMITTEE
SUPPLEMENTARY AGENDA
May 21-22, 1965

	<u>Page No.</u>
ITEM NO.	
9. Problems re Dropouts (Oral Report by Doctor Hackerman)	Below
10. Patent Applications: Agreement re Research Corporation to Handle Processing	Below
11. Arlington State College: (1) Fees and Deposits (2) Procedures for Establishing Refunds	

ITEM NO. 9 10 11 A & D Committee

SUBJECT: Problems re Dropouts (Oral Report by Doctor Hackerman)

It is my understanding that this will be an oral report by Vice-Chancellor Hackerman and that no action will be requested at this time.

ITEM NO. 10 11 A & D Committee

SUBJECT: Patent Applications: Agreement with Research Corporation to Handle Processing

RECOMMENDATION
(Suggested Minute Order by Secretary)

Upon the recommendations of Vice-Chancellor Hackerman, concurred in by Chancellor Ransom, it is recommended

That the Board of Regents of The University of Texas enter into an agreement with the Research Corporation of America, a non-profit New York Corporation, as set out on Page 3, with authorization to the Chairman of the Board to sign the agreement. The agreement will not reflect that The University of Texas is a Texas corporation. This agreement is an arrangement for the Research Corporation to handle the processing of patents produced by the faculty and staff. A copy of the agreement will be in the Secretary's Files, Volume XII, Page _____.

The proposal of Doctor Hackerman (with concurrence of Chancellor Ransom), proposed agreement, Central Administration's statement, and the present Patent Policy follow.



OFFICE OF THE CHANCELLOR
THE UNIVERSITY OF TEXAS
AUSTIN, TEXAS 78712

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VICE-CHANCELLOR
FOR ACADEMIC AFFAIRS

May 5, 1965

Dr. Harry Ransom
Chancellor
Main Building 101

Norman
Harry Ransom

Dear Chancellor Ransom:

As you may remember, the question of agreement between the University and some philanthropic agency to handle the processing of patents produced by our faculty and staff has been under consideration for quite a few years. A number of faculty and administrative people have been involved in these considerations, and after long and careful review it was decided that an agreement between the University and the Research Corporation of America, a foundation, would best suit our purposes. Such an agreement is attached hereto for your consideration and possible submittal to the Board of Regents.

It should be understood clearly that this agreement in no wise infringes on the freedom of the individual faculty member or staff member to patent his inventions on his own. It simply provides a vehicle by which such patenting processes can take place with minimum effort on the part of the individual. The agreement sets out that if the individual chooses this route a certain proportion of the income over the costs will go to the Research Corporation, a certain proportion to the University, and a certain proportion to the individual himself. We think that this is a fringe benefit of real value to the University faculty and staff members. It does not alter our basic policy with respect to patents, nor does it impair the basic property rights of the particular faculty or staff member insofar as his patent rights are concerned, nor does it interfere with any known agreements with outside agencies.

The funds which go to the Research Corporation are used in support of research at academic institutions. In fact, faculty members in this University have received grants from the Research Corporation, these grants being made possible by funds acquired in the manner outlined above. As of 1963, 159 educational institutions, including all or most of the major ones, had availed themselves of the opportunity to enter into such an agreement, and a list of these universities may be supplied if desired.

Sincerely yours,

Norman Hackerman
Norman Hackerman

NH:fp

cc: Mr. Graves Landrum, Dr. Wilson Stone, Mr. Burnell Waldrep

AGREEMENT BETWEEN
RESEARCH CORPORATION
and
THE BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS

THIS AGREEMENT, made this day of , 1965,
between THE BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS, a
Texas corporation with offices at Austin, Texas, hereinafter
called "UNIVERSITY", and RESEARCH CORPORATION, a non-profit
New York corporation with offices at 405 Lexington Avenue,
New York 17, New York, hereinafter called "RESEARCH":

WITNESSETH THAT:

A. WHEREAS, UNIVERSITY believes that patentable inventions
may be made by members of its faculties, its associates or
employees, and desires to have such inventions evaluated for
patentability and commercial and scientific utility, and to
have patent applications filed thereon where justified; and

B. WHEREAS, UNIVERSITY desires that all of these inventions
be administered in an effective manner and with due regard for
the public interest; and

C. WHEREAS, UNIVERSITY further desires that any net income
from these inventions be used to provide means for the advance-
ment and extension of technical and scientific investigation,
research, experimentation and education; and

D. WHEREAS, RESEARCH has had broad experience in the
handling of inventions and patents and in making them more
available and effective in the useful arts and manufactures and
for scientific purposes and otherwise; and

E. WHEREAS, RESEARCH is a corporation organized for the
purpose of providing means for the advancement and extension of
technical and scientific investigation, research and experiment-
ation, no part of the net earnings of which inures to the benefit
of any private shareholder or individual:

NOW, THEREFORE, in consideration of the mutual covenants and undertakings herein contained, the parties DO AGREE AS FOLLOWS:

I. UNIVERSITY's Duties: UNIVERSITY agrees to:

1) Recommend to members of its faculty, its associates and employees, in such cases as UNIVERSITY may in its discretion determine, that they assign to RESEARCH such inventions as they may make.

2) Afford to RESEARCH, upon request, the advice and assistance of such members of UNIVERSITY's faculty, associates and employees, in seeking patents upon such inventions, without charge therefor.

II. RESEARCH's Duties: RESEARCH agrees at its own sole cost and expense to:

1) Accept such of said inventions as it may determine in its discretion, should be made the subject of patent applications.

2) File United States patent applications thereupon, and prosecute the same in good faith with the intention of securing issuance of patents.

3) File corresponding foreign patent applications thereupon, and prosecute the same in good faith with the intention of securing issuance of patents thereon, and maintain such patents and cause them to be worked, all to the extent that it may in its discretion determine.

4) Use its best efforts to introduce such inventions, patent applications, and patents into public use, and secure a reasonable revenue therefrom, by issuing licenses thereunder or otherwise.

5) Issue to each inventor so assigning to it a letter-agreement, substantially in the form attached hereto as Exhibit A, entitling him to participation hereunder.

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6) Pay to such inventor, his heirs, assigns and personal representatives, not later than March 15 in each year twenty-five (25%) per centum (with such division of this amount among inventors, in case of coinvention, as may be determined by UNIVERSITY at the time of assignment) of all moneys received by it against the preceding calendar year by reason of RESEARCH's ownership and/or management of such inventions, patent applications and patents, as he shall be entitled to under the pertinent-letter-agreement or letter-agreements issued under Article II, paragraph 5, hereof, and furnish to him simultaneously a report showing the computation thereof.

7) Pay to UNIVERSITY, its successors and assigns, not later than March 15 in each year, forty-three and one-third ($43 \frac{1}{3}\%$) per centum of the sum remaining of all moneys received by it against the preceding calendar year by reason of its ownership and/or management of all such inventions, patent applications and patents, following subtraction of (a) all payments made to inventors pursuant to Article II, paragraph 6, hereof, and (b) retention by RESEARCH of any amounts needed to reimburse it for such expenses of (i) filing of foreign patent applications and maintenance and working of foreign patents, and (ii) litigation in courts of record to obtain, or to assert or defend the validity of, any patent, all as RESEARCH and UNIVERSITY may have previously agreed upon in writing. The remaining fifty-six and two-thirds ($56 \frac{2}{3}\%$) per centum shall be retained by RESEARCH for the general purposes of its charter.

8) Furnish simultaneously to UNIVERSITY a report showing (a) activities during the preceding calendar year in connection with each such invention, and (b) the computation of payments made under Article II, paragraphs 6 and 7 of this agreement.

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9) Maintain at its offices, in usual form, books of record, ledgers and accounts relating to its activities under this agreement, all of which shall be open to examination by UNIVERSITY or its nominees, during usual business hours.

10) Assign to UNIVERSITY or its nominee or nominees, upon any termination of this agreement, but subject to any letter-agreements which RESEARCH may have entered into with inventors with respect thereto under Article II, paragraph 5 of this agreement, and subject also to any licenses, grants, working rights, agreements or other contracts theretofore made by RESEARCH with respect thereto, all inventions received by RESEARCH hereunder, and patent applications filed and patents issued thereon.

11) Continue to administer and report as to the licenses, grants, working rights, agreements or other contracts to which the inventions, patent applications and patents as assigned pursuant to Article II, paragraph 10, of this agreement are subject at the time of such assignment.

12) Issue to any third party any license required by any contract between UNIVERSITY and such third party, entered into prior to acceptance, as to any invention accepted by it under Article II, paragraph 1, of this agreement, and patent applications filed and patents issued thereon.

III. UNIVERSITY's Reserved Rights:

1) UNIVERSITY reserves the right to terminate this agreement upon ninety (90) days written notice to RESEARCH at any time.

2) UNIVERSITY reserves the right to advise RESEARCH that UNIVERSITY desires that a particular inventor be paid more than twenty-five (25%) per centum of the moneys received by RESEARCH with

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respect to his invention. Upon such request RESEARCH and UNIVERSITY shall confer in good faith to determine a policy with respect thereto.

3) RESEARCH agrees to and hereby does grant to UNIVERSITY the non-exclusive, royalty-free, non-transferable right under any patent application or patent assigned to RESEARCH under this agreement, to make and use products, materials, devices and apparatus and to practice methods and processes covered by such patent application or patent, solely for UNIVERSITY's own purposes and within its own facilities, and not for commercial sale or use.

IV. RESEARCH's Reserved Rights: RESEARCH reserves the right to:

1) Terminate this agreement upon ninety (90) days written notice to UNIVERSITY.

2) Give written notice to UNIVERSITY of its intention to abandon any patent application or foreign patent subject to this agreement, or not to proceed further with the introduction into public use any invention, patent application or patent subject to this agreement, and, unless UNIVERSITY shall, within sixty (60) days after such notice, require the assignment of such invention, patent application, or patent to UNIVERSITY or its nominee, to abandon or take no further action as to such invention, patent application, or patent.

3) Receive for the general purposes of its charter thirty (30%) per centum of the amount remaining, from all money received by its assignee or assignees under Article II, paragraph 10, of this agreement by reason of such assignee's or assignees' ownership and/or management of any inventions, patent applications or patents so assigned or thereafter filed or issued

thereon, following subtraction and retention therefrom by such assignee or assignees of any amounts needed to reimburse it or them for such expenses of (a) filing of foreign patent applications and maintenance and working of foreign patents, and (b) litigation in courts of record to obtain, or to assert or defend the validity of, any patent, all as RESEARCH and such assignee or assignees may have previously agreed upon in writing.

V. General: The parties agree that:

1) Any controversy or claim arising out of or relating to this agreement or the breach thereof, shall be settled by arbitration, in accordance with the Rules, then obtaining, of the American Arbitration Association, and judgment upon the award rendered may be entered in the highest court of the forum, state or federal, having jurisdiction.

2) This agreement is entered into for the express benefit of, and shall be binding upon, all members of the faculty, associates, and employees of the UNIVERSITY, their heirs, assigns and personal representatives, who shall accept in writing any letter-agreement issued by RESEARCH pursuant to Article II, paragraph 5, hereof.

IN WITNESS WHEREOF, the parties hereto have caused this agreement to be signed and their corporate seals to be hereunto affixed, all by their corporate officers thereunto duly authorized, and as of the day and year first above written.

Attest:
Margaret M. McCarthy
Assistant Secretary

RESEARCH CORPORATION
By William S. [unclear]
Director - Patent Programs

Attest:

title - seal)

THE BOARD OF REGENTS OF THE
UNIVERSITY OF TEXAS
By _____
(title)

EXHIBIT A

Name and Address
of Inventor

Dear Sir:

In accordance with the agreement between Research Corporation and The Board of Regents of the University of Texas dated 1965, under which Research Corporation handles the inventions and patents made by the members of the University's faculties, and, through its management, introduces them into public use, the University has advised us that your invention described as _____ is to be patented and developed by us under that agreement, in furtherance of the University's regular patent policy.

The specific terms of the agreement with University are available to you through University. Briefly, they provide that patent applications or inventions shall be assigned to Research Corporation by the inventor and that the patent prosecution and introduction into use shall be taken care of by us at our expense. From any income that may be derived from the patent, before deduction of any expenses, the agreement provides that there shall be paid by us to the inventor, his heirs, assigns and personal representatives, a percentage of that income which is established in each case by the University. In the case of your invention the University has informed us that this figure should be _____ per cent. Payments of this amount and reports as to the progress of the invention will be made to you on March 15 in each year.

You might be interested in knowing that the balance of any income is, in general, divided on a $43 \frac{1}{3}\% / 56 \frac{2}{3}\%$ basis between the University and Research Corporation. The amount remaining with Research Corporation after payment of expenses is used for the general purposes of our charter for the support of technical and scientific investigation and research in educational institutions through our grants-in-aid program. A booklet that is descriptive of Research Corporation's activities is enclosed for your information.

There is attached to this letter in duplicate a standard form of assignment, and if you have no further questions concerning the matter, it would be appreciated if you would:

- 1) sign the enclosed copy of this letter and return it to us; and
- 2) sign the enclosed form of assignment, swear to it before a notary public, and return one copy to us, retaining the other copy for your personal files.

In the meantime, thank you very much for your cooperation.

Very truly yours,
RESEARCH CORPORATION

Accepted :
Date :
Place :

STATEMENT OF CENTRAL ADMINISTRATION

The proposed agreement has been reviewed by members of the administration as to content and by University Attorney Waldrep as to form. (Reference to The University of Texas as a Texas corporation will be stricken from the final draft of the agreement.) Chancellor Ransom recommends that the proposed agreement as corrected be approved by the Board of Regents and that the Chairman of the Board be authorized to sign the agreement for the University.

PRESENT PATENT POLICY

Particularly for the information of the newly qualified Regents, I quote below our present Patent Policy (R & R, Part Two, Chapter V, Section 2):

- 2.6 Patent Policy. -- Where no specific contract to the contrary has been approved by the Board of Regents, the following policy applies to patents obtained by University employees:
- 2.61 The title to the patent for a discovery or invention by a University employee shall belong to the employee subject to the following provisions:
- 2.611 When total net royalties, or other compensations, are less than \$1,000, no payment to the University is required.
- 2.612 When net royalties, or other compensations, amount to more than \$1,000 but less than \$5,000, 10 per cent of the excess of such royalties or other compensations over \$1,000 shall be paid to the University.
- 2.613 When net royalties, or other compensations, amount to more than \$5,000, the royalty or other compensation paid the University will be 10 per cent on the amount above \$1,000 but less than \$5,000, and 20 per cent on all amounts of \$5,000 or more.
- 2.614 Where contributions have been made to research projects by private donors, nonexclusive licenses on all inventions or discoveries resulting from such research may be issued on a reasonable basis without discrimination in favor of or against those making contributions in aid of the research.

ITEM NO. 11/2A & D CommitteeSUBJECT: Arlington State College: (1) Fees and Deposits (2) Procedures for Establishing RefundsRECOMMENDATION
(Suggested Minute Order by Secretary)

It is recommended

That the schedule of fees, dormitory room rents, fines, deposits, and refund policies and procedures applicable to the fees charged at Arlington State College as set out in the Proposal below and as recommended by President Woolf and concurred in by Vice-Chancellor Dolley and Chancellor Ransom be approved. President Woolf states that "the amounts of the fees are unchanged from current practices."

NOTE: Chancellor Ransom concurs with Vice-Chancellor Dolley that recommended changes in fees be submitted to the Chancellor for approval with subsequent ratification by the Board of Regents.

May 3, 1965

PROPOSAL OF PRESIDENT WOOLF:

Dear Dr. Dolley:

The following fee and deposit rates and procedures in establishing refunds are submitted for approval of the Board of Regents. In all cases the amounts of the fees are unchanged from current practices. It is requested that the President of Arlington State College be authorized to change certain fees as circumstances may require, if this procedure is acceptable to the Board.

Part I - Fees and Deposit Set by the Board

1. Tuition

Regular Semester

Semester hours	Texas Resident	Out-of-State
12 or more	\$ 50.00	\$ 200.00
11	46.00	184.00
10	42.00	168.00
9	38.00	152.00
8	34.00	136.00
7	30.00	120.00
6	26.00	104.00
5	22.00	88.00
4	18.00	72.00
3 or less	15.00	56.00

Six-Week Summer Session

4 or more	\$ 25.00	\$ 100.00
3	21.00	75.00
2	17.00	50.00
1	15.00	25.00

Twelve Week Summer Session

Semester Hours	Texas Resident	Out-of-State
12 or more	\$ 50.00	\$ 200.00
11	45.00	185.00
10	41.00	168.00
9	37.00	151.00
8	33.00	134.00
7	29.00	117.00
4-6	25.00	100.00
3	21.00	75.00
2	17.00	50.00
1	15.00	25.00

2. Student Services Fee

Regular Semester	
Nine or more hours	\$ 21.00
Eight or less hours	6.00
Six Week Summer Session	3.00
Twelve Week Summer Session	6.00

Note: Students paying the smaller fee during a regular semester are not admitted to special entertainment programs or athletic events and do not receive a yearbook.

3. Building Use Fees

(Auditorium, Hospital, Student Center, and Gymnasium)

Regular Semester	\$ 16.00
Six Week Summer Session	8.00
Twelve Week Summer Session	16.00

Note: These fees have been set by bond issue resolutions.

4. Dormitory Room Rents

Unit	Semester	Six-Weeks
Lipscomb Hall	\$135.00	\$50.00
Davis Hall	110.00	40.00
Pachl Hall	110.00	40.00
Trinity House	135.00	50.00

5. Parking fee (for all employees and students registering automobiles using campus parking lots. Fees are for the remainder of the year)

Time of Registration	Day Students and Full-time employees	Night Students and Part-time employees
Fall Semester	\$10.00	\$5.00
Spring Semester	6.00	3.00
First Summer Session	3.00	2.00
Second Summer Session	2.00	2.00

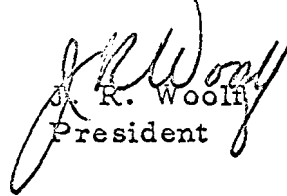
6. Private Instruction (Music) \$20.00 per course per semester

7. Student Property Deposit \$10.00

The Student Service Fee proceeds are to be allocated to the various activities which it supports by budget procedure.

These recommendations are submitted to you with the request that if you concur that they be submitted to the Board of Regents for action.

Very truly yours,


J. R. Woolf
President

CHANCELLOR RANSOM'S RECOMMENDATION:

President J. R. Woolf of Arlington State College has requested approval of the following fees, dormitory room rents, fines, and deposits to be in effect at Arlington State College and the refund policies and procedures applicable to the fees charged. President Woolf states that in all cases the amounts of the fees are unchanged from current practices.

(See Proposal Above.)

Chancellor Ransom concurs in the recommendation of Vice-Chancellor Dolley and President Woolf that the Board of Regents approve the fees, deposits, and refund policies and procedures as set out above.

President Woolf also requested that he be authorized to change certain fees as circumstances may require, but Chancellor Ransom concurs with Vice-Chancellor Dolley that recommended changes in fees be submitted to the Chancellor for approval with subsequent ratification by the Board of Regents.

BUILDINGS AND GROUNDS COMMITTEE
 SUPPLEMENTARY AGENDA
 May 21-22, 1965

ITEM NO.	<u>Arlington State College *</u>	<u>Page No.</u>
13.	Various Recommendations (General Statement Applicable to Items 14 through 22)	1
14.	Various Revenue Bonds Issues: Background Information in Regard to	1
15.	Central Heating and Cooling Plant, Additions: Report of Contracts Already Awarded, Additional Bids Received, and Problems re Sources of Funds	1, 7
16.	Theater Building Now Under Construction: Approval of Plans and Specifications and Authority to Advertise for Bids and Award Contract(s) on Stage Rigging, Draperies, etc.	2
17.	Parking Lots (4)	
	a. Plans and Specifications for Lighting Parking Lots, East Side of Campus (Two sets of Specifications and Two Parking Lots)	2
	b. Plans and Specifications and Authority to Advertise for Bids and Award Contract(s) on Two Additional Parking Lots and Additional Appropriation Therefor	2
18.	Library Addition Project: Possible Additional Appropriation for Architect's Fees, etc.	3
19.	Physical Education Building (Gymnasium): Addition to	4
20.	Proposed Mathematics-Language Building	5
21.	Health Center Building, Movable Furniture and Equipment; Student Center Building Now Under Construction, Addition to	5
22.	Two New Flag Poles	6
- - - -		
<p style="text-align: center;">Joint Meeting of Buildings and Grounds and Medical Affairs Committees</p>		
23.	New South Texas Medical School Building: Report on Application to the Federal Government for Grants to Help Finance; Approval of Changes in Preliminary Plans, Outline Specifications, and Cost Estimates, and Authorization to Associate Architects to Proceed with Preparation of Working Drawings, etc.	8
- - - -		

Following Page 8 on white paper is the background information furnished by the Comptroller on various architects.

* On the following page is a map of Arlington State College, dated 7-28-64.

THE UNIVERSITY OF TEXAS
OFFICE OF THE COMPTROLLER
AUSTIN 78712

SUPPLEMENT TO
RECOMMENDATIONS TO REGENTS' BUILDINGS AND GROUNDS COMMITTEE

May 10, 1965

13. ARLINGTON STATE COLLEGE - VARIOUS RECOMMENDATIONS.--The statements and recommendations shown below have been made by Dr. J. R. Woolf, President of Arlington State College, with the assistance and concurrence of the administrative staff of Arlington State College, Mr. C. D. Wells, Manager of Physical Plants of the Texas A. and M. University System, and the Comptroller of The University of Texas System. These recommendations, after some editorial and procedural changes by Comptroller Sparenberg, are submitted to the Regents' Buildings and Grounds Committee with the approval of Comptroller Sparenberg, Vice-Chancellor Dolley, and Chancellor Ransom. Wherever these recommendations involve financing by the issuance of revenue bonds or from revenue bond funds, it is understood that such parts of these recommendations are subject to the approval and the concurrence of Mr. Stewart, Mr. Waldrep, Dr. Dolley, Bond Counsel McCall, Parkhurst, and Horton of Dallas, and the Regents' Land and Investment Committee. The administrative staff of Arlington State College have assured us that, wherever these recommendations contemplate the use of funds from accounts and sources other than revenue bonds, the balances in these accounts are equal to, or greater than, the recommended amounts, and that the actual cash representing these accounts is in the bank or banks.

14. ARLINGTON STATE COLLEGE - BACKGROUND INFORMATION IN REGARD TO VARIOUS REVENUE BONDS ISSUES.--Information furnished us by Dr. Woolf, et al, indicates that under the authority of Article 2909c, Vernon's Revised Civil Statutes, Arlington State College has sold three bond issues, which are listed below:

1. Student Center Fee Bonds, Series of 1960 - \$600,000
2. Gymnasium Fee Bonds, Series of 1961 - \$650,000
3. Student Fee Revenue Bonds, Series 1964 - \$3,250,000

The third issue shown above provided for an Auditorium, a Hospital (Health Center), a Theater, and Additions to the Student Center and the Gymnasium (including Utility Extensions to these Buildings). There are now four building Use Fees of \$4.00 each per semester (Student Center, Gymnasium, Auditorium, and Hospital). The first two bond issues were independent. The last one establishes an "open-ended" fee bond system, includes a second lien on the revenue of the first two issues, and provides for possible eventual refunding of the first two issues into the new system. Preliminary legal and financial work on proposed new issues of Student Fee Revenue Bonds (under the provisions of the third series above indicated) have been accomplished; Mr. Hobby McCall of Dallas has provided legal counsel on this and all previous Arlington State College Revenue Bond issues still outstanding. It has been planned to sell the bonds and award construction contracts, or at least part of them, at the same time: March, 1966.

15. ARLINGTON STATE COLLEGE - CENTRAL HEATING AND COOLING PLANT (SOMETIMES CALLED "POWER PLANT") ADDITIONS - REPORT OF CONTRACTS ALREADY AWARDED, ADDITIONAL BIDS RECEIVED, AND PROBLEMS IN REGARD TO SOURCES OF FUNDS.--Contracts already awarded by the A. and M. Board of Directors on this project are as follows:

Refrigeration Machine (Absorber): The Trane Company, Dallas, Texas	\$56,800.00
Boiler and Burner: Henry Vogt Machine Company, Dallas, Texas	38,432.00
Switchboard, Switchgear, and Control Panel: Federal Pacific Electric Company, Inc., Dallas, Texas	16,170.00

Additional bids were received on this project on April 14, 1965, as shown by the attached tabulation sheet, to cover a complete "Turn-Key" job on installing this equipment and completing this project, including piping and other mechanical work, electrical, foundations, etc. It is recommended that the award of this contract for installation, piping, electrical, etc. be made to the low builder, as follows:

Broyles and Broyles, Inc., Fort Worth, Texas	
Base Bid	\$159,950.00

A separate recommendation is being submitted by Mr. Stewart and Dr. Dolley through the Regents' Land and Investment Committee in regard to the issuance of \$325,000.00 of Arlington State College Revenue Bonds to cover these Additions to the Central Heating and Cooling Plant. For the time being, however, it is recommended that this same amount be appropriated and advanced from Main University Account No. 28-8328-F, Reserve - Division of Housing and Food Service - Major Repairs, Remodeling and Replacement, and Operating Reserve, to take care of payments on the contracts covering these Additions, with the understanding that the Main University account indicated will eventually be reimbursed from proceeds of the sale of Revenue Bonds.

16. ARLINGTON STATE COLLEGE - APPROVAL OF PLANS AND SPECIFICATIONS AND AUTHORITY TO ADVERTISE FOR BIDS AND AWARD CONTRACT(S) ON STAGE RIGGING, DRAPERIES, ETC. - THEATER BUILDING NOW UNDER CONSTRUCTION.--The plans and specifications above indicated were prepared by Morris Parker Associates, Architects and Engineers of Fort Worth, Texas, were approved by the Manager of Physical Plants of The Texas A. and M. University System prior to April 23, 1965, and were received by The University of Texas Comptroller's Office on May 1, 1965. There are funds available for this work in the amount of \$29,700.00 already appropriated from several sources. It is recommended that these plans and specifications be approved by the Board of Regents, that Comptroller Sparenberg be given authority to advertise for bids, and that authority to award the contract or contracts, within the amount indicated, be given to a Special Committee consisting of President Woolf, Comptroller Sparenberg, Chancellor Ransom, and Regent Heath.

17. ARLINGTON STATE COLLEGE - POSSIBLE APPROVAL OF TWO SETS OF PLANS AND SPECIFICATIONS FOR LIGHTING TWO PARKING LOTS ON EAST SIDE OF CAMPUS.

ARLINGTON STATE COLLEGE - APPROVAL OF PLANS AND SPECIFICATIONS AND AUTHORITY TO ADVERTISE FOR BIDS AND AWARD CONTRACT(S) ON TWO ADDITIONAL PARKING LOTS AND ADDITIONAL APPROPRIATION THEREFOR.

Recommendations received by Comptroller Sparenberg and Vice-Chancellor Dolley from Mr. C. D. Wells, Manager of Physical Plants of The Texas A. and M. University System, and Dr. J. R. Woolf, President of Arlington State College, which are concurred in by Comptroller Sparenberg and Vice-Chancellor Dolley, recommend approval of the sets of plans and specifications above indicated, with authority to Comptroller Sparenberg to advertise for bids, and with authority to a Special Committee, consisting of President Woolf, Comptroller Sparenberg, Chancellor Ransom, and Mr. Heath, to award contracts covering these items within the amount of \$66,211.99 available. President Woolf's recommendations indicate that this amount of \$66,211.99 is to be appropriated from the accounts listed below:

Account No.	Name	Amount	Original Source
40-345	Parking Facilities - Unpledged	\$14,446.93	Parking Fees (unpledged)
40-344	Parking Facilities - Revenue Fund	15,000.00	Parking Fees (pledged)
69-205	Parking Lot Improvements (Residue of plant fund project)	4,136.89	Parking Fees (unpledged)
69-275	Dormitory Parking Lot (Residue of plant fund project)	3,329.71	Parking Fees (unpledged)
69-291	Parking Lot Construction (Residue of plant fund project)	22,156.71	Parking Fee Revenue Bond Proceeds
69-330	Parking Lot Construction (Residue of plant fund project)	7,141.75	Parking Fees (unpledged)
	Total	\$66,211.99	

It is further recommended that additional parking facility improvements needed at Arlington State College be handled in the same way, if any funds are left out of the \$66,211.99, with the understanding that Comptroller Sparenberg would advertise for bids and the Special Committee indicated would approve the additional plans and specifications, if any, as well as award contracts. The parking facility improvements recommended include leveling, base, asphalt topping, and some lighting, fencing, and landscaping. The two additional parking lots specifically mentioned in the title shown above (not the two to be lighted on the east side of the Campus) are to be located as follows: one immediately south of the new Auditorium building now under construction, and one adjacent to the new Theater building now under construction. Plans and specifications for these two new parking lots have been prepared by Mr. John R. Ball, Jr., Consulting Engineer of Arlington, Texas. Dr. Woolf reports that design contracts for these parking improvements were executed with Mr. Ball prior to transfer of Arlington State to The University of Texas System.

The funds available in the several accounts above listed all originated as Parking Fee income or from a bond issue based upon Parking Fee revenues, per Dr. Woolf. The Parking Facilities Revenue Fund (Account No. 40-344) is pledged for the payment of the Parking Fee Revenue Bond issue, but the bond resolution allows the use of the revenues when certain payment and reserve tests are met. Dr. Woolf reports that the bond requirements are in good order and that the appropriation of this amount of money from the pledged revenue fund is not in violation of the bond commitments.

18. ARLINGTON STATE COLLEGE - LIBRARY ADDITION PROJECT - POSSIBLE ADDITIONAL APPROPRIATION FOR ARCHITECT'S FEES, ETC.--There has been started, at Arlington, a project to make an addition to the Library.

1. The Building - The present library building was completed and occupied in February, 1964. The building and its furnishings were paid from proceeds of Permanent University Fund Bonds issued by the Texas A. and M. University System. Unfortunately, financing was insufficient to build for a desirable growth period. The building will be very crowded by 1967. It is a three-story building (full basement plus two floors above ground) and was designed for three additional floors. The architects have verified that four additional floors may be added. George L. Dahl, Inc. of Dallas has completed the preliminary plans and has been paid a fee of 1% of the estimated cost. The four floor addition will contain about 114,000 gross square feet, and it is hoped will contain sufficient space for growth over a ten to fifteen year period. The preliminary plans and artist's perspective will be available for the examination of the Board. The proposed time-table calls for receipt of bids and award of construction contracts in March, 1966, with a target date for completion and occupation of August, 1967.

2. Financing - The complete project cost, including fees, contingencies, and furnishings, is estimated at \$2,100,000. The Texas Commission on Higher Education has already approved Arlington's request for a grant of \$700,000 under the Federal Higher Education Facilities Act of 1963. This grant is now awaiting only the final approval of the United States Office of Education. It is proposed to raise the remaining \$1,400,000 through the sale of Library Building Use Fee Revenue Bonds. The bonds would be retired from a student use fee of \$4.00 per semester as authorized by Article 2909c, Vernon's Revised Civil Statutes. While the library use fee revenue would be sufficient to issue \$1,400,000 in bonds, it is desirable to make it a part of the new system previously described. This later requires an earning test which cannot be met until after the revenues have been received as income for the spring semester of 1966.

3. Recommendations - First, confirmation is needed of the overall plan by the Board. Second, funds should be provided for architectural and other expenses which will be obligated prior to the sale of the bonds. Third, the Architect should be instructed to proceed with the final plans. Fourth, authorization is needed to proceed with the plans for the bond sale.

For the library building addition, the cost estimates breakdown as follows:

Construction	\$1,748,565
Furnishings and equipment	148,514
Fees and contingencies	<u>202,921</u>
Total	\$2,100,000

Funds now required are:

For architect (4% of \$1,748,565)	\$69,943
Miscellaneous allowance	<u>2,057</u>
Total	72,000

Less funds already spent for preliminary plans	<u>18,000</u>
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Total additional appropriation	\$54,000
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It is proposed that this appropriation be made by borrowing funds from the following sources, to be repaid from the proceeds of the bond sale:

Account No. 40-256 - Unpledged Student Housing System	\$43,115.59
Account No. 40-200 - Food Service Center	<u>11,000.00</u>
Total	\$54,115.59

According to information furnished Comptroller Sparenberg and Vice-Chancellor Dolley, the Texas A. and M. Board of Directors and Governor Gonnally have already approved the appointment of the architectural firm of George L. Dahl, Inc., of Dallas, Texas for this project. The Dahl firm did the architectural work on the original building, and has already prepared the preliminary plans, outline specifications, etc. for the Addition. As we understand it, the preliminary plans, etc. for the new Library Addition have already been approved by the administrations of Arlington State College and the Texas A. and M. University System and the Board of Directors of Texas A. and M. It is recommended that George L. Dahl, Inc. be authorized to go to work on the final working drawings and detailed specifications for the Library Addition, as soon as the \$700,000 grant is finally approved in Washington, D. C.

19. ARLINGTON STATE COLLEGE - ADDITION TO PHYSICAL EDUCATION BUILDING (GYMNASIUM).--
Arlington State College desires to construct an Addition to the Physical Education Building (Gymnasium) for badly needed space to conduct required Physical Training activities. It is contemplated that this project, involving about 13,200 square feet gross and an estimated overall cost of approximately \$250,000.00, be financed at the same time as the proposed Library Addition. President Woolf, at al, state that the increased amount of the Student Fee Revenue Bond system will enable the sale of this amount. The existing Physical Education Building (Gymnasium) was designed by Architect Preston Geren of Fort Worth. The space for required Physical Training activities is already overcrowded. The addition of 13,200 gross square feet will cost an estimated \$212,300 for actual construction, \$25,000.00 for movable furniture, furnishings, and equipment, and 6% for Architects' Fees, total \$250,000.00. The addition is to consist of a second floor over an area which was originally designed, structurally, to accommodate a second floor. It is recommended that funds be borrowed with restoration to be made to the source after the bonds are sold. President Woolf recommends that \$10,000.00 be appropriated to this project from Account No. 40-190 - Exchange Store, which would cover all of the estimated architects' fees except part of the Associate Architect's Fee for supervision.

It is recommended that the Board of Regents authorize the appropriation of this \$10,000.00 and the preparation of the preliminary plans, outline specifications, etc. on this project by Consulting Architects Brooks and Barr. The joint recommendation of Comptroller Sparenberg and the Consulting Architects in regard to the appointment of an Associate Architect for this project will be submitted later.

20. ARLINGTON STATE COLLEGE - PROPOSED MATHEMATICS-LANGUAGE BUILDING.--The following statements and recommendations are taken from a letter from President Woolf to Dr. Dolley, with some editorial and procedural changes and additions by Comptroller Sparenberg:

Plans have been initiated to finance a Mathematics-Language Building and such other facilities as funds will permit. The issuance of bonds under the Skiles Act (Article 2654c-1 Vernon's Revised Civil Statutes) is the basic financing of the project. This act permits the college to retain \$5.00 out of the tuition fee paid by a full-time student (and lesser amounts from part-time and summer school students) which is pledged to the payment of interest and principal on the bonds. The bonds are limited to a term of 30 years and interest rates of 4%. Based upon a maximum average annual payment of 80% of the proven income, Arlington State College should be able to realize bond proceeds of \$1,350,000 to \$1,400,000. Mr. Hobby McCall of Dallas has already done some legal work on the proposed issue. The Texas A. and M. Board gave its approval to this plan and appropriated \$25,000 for expenses of preliminary architectural plans and other expenses of the buildings to be described below.

It is proposed that first priority be given to constructing a building for mathematics and languages. This project will be eligible for a federal grant. The total cost estimate is \$1,350,000.00 for 72,000 square feet gross. The proposed sources of funds are: Federal Grant (one-third): \$450,000 and Skiles Act Bond Proceeds: \$900,000.

Upon authorization of the Comptroller, the Consulting Architects have begun schematic drawings only. It is most important that the preliminary plans, including elevations, outline specifications, and cost estimates be completed so that Arlington State College may meet the federal grant application deadline of July 1, 1965.

Therefore, it is requested that the Board of Regents authorize all things necessary to complete the preliminary plans and submit the application. Specifically, it is requested that the Consulting Architects be authorized to complete the preliminary plans, and that the plan of financing be given temporary approval.

Based upon previously assumed figures for the amount of the Skiles Act bond sale and allocation to the Mathematics-Language Building, there should be a residue of \$450,000 to \$500,000.

The greater portion of this estimated "residue" will be needed to finance the Revenue Bonds to cover the Central Heating and Cooling Plant Additions previously described and recommended herein.

It is further recommended that authorization be secured to plan the sale of the Skiles Act bonds as soon as practical, but preferably before July 9, 1965. The legislature has been requested to reduce the estimate of tuition income in calculating the General Revenue Appropriation for the coming biennium, as all of this is affected by the existence of Skiles Act bonds.

21. ARLINGTON STATE COLLEGE - MOVABLE FURNITURE AND EQUIPMENT FOR HEALTH CENTER BUILDING AND ADDITION TO STUDENT CENTER BUILDING NOW UNDER CONSTRUCTION.--President Woolf, et al, state that the Health Center Building and the Addition to the Student Center, both of which are now under construction, are scheduled for completion by August 15, 1965, and that they are very anxious to get orders placed for movable furniture and equipment as quickly as possible. They report that money has already been appropriated for equipment for the Health Center in the amount of \$38,800.00 and for equipment for the Student Center Addition in the amount of \$33,300.00. Included in these appropriated amounts are fees for the preparation of plans and specifications for this equipment, but, so far as we know, no monies have been obligated for plans and specifications.

It is recommended that the work already done by the staff of Arlington State College, et al, be completed by the Architects in the Comptroller's Office, that President Woolf and Comptroller Sparenberg be authorized to approve these specifications, that Comptroller Sparenberg be authorized to advertise for bids, or approve requisitions, for this furniture and equipment, as seems necessary and/or desirable in each case, and that whatever contract awards are necessary, if any, be made by

a Special Committee, consisting of President Woolf, Comptroller Sparenberg, Chancellor Ransom, and Regent Heath. It is understood that the total of contracts and requisitions for furniture and equipment will not exceed the amounts already appropriated for each project.

22. ARLINGTON STATE COLLEGE - TWO NEW FLAG POLES.--President Woolf has recommended that \$2,850.00 be appropriated from Unappropriated Plant Funds - Proceeds of the Ad Valorem Tax, for two new flag poles to be located on the newly-developed quadrangle, the presently designated center of the Campus, one to fly the flag of the United States and the other to fly the Texas flag. These funds are the residue of delinquent ad valorem taxes received by Arlington State College since 1957. It is recommended by the Comptroller's Office and the Chancellor's Office that this recommendation be approved, and that Mr. Barnes, Director of Business and Finance for Arlington State College, be authorized to award a contract for furnishing and erecting the flag poles.

TABULATION OF BIDS RECEIVED
 APRIL 14, 1965
 FOR CENTRAL UTILITY PLANT ADDITION
 ARLINGTON STATE COLLEGE

<u>BIDDER</u>	<u>BASE BID</u>	<u>ALTERNATE A</u>	<u>ALTERNATE B</u>
1. Broyles & Broyles, Inc., Fort Worth, Texas	\$159,950	No Bid	\$120,000
2. Empire Plumbing, Inc., Fort Worth, Texas	161,225	No Bid	111,402
3. General Engineering Corporation, Fort Worth, Texas	169,468	No Bid	118,902
4. Texas Mechanical Contractors, Inc., Fort Worth, Texas	180,466	No Bid	111,959
5. Blanke Mechanical Contractors, Inc., Fort Worth, Texas	181,023	No Bid	111,402
6. Natkin & Company, Dallas, Texas	181,999	No Bid	116,972

Alternate A - Provides for additive or deductive price for a Marley Cooling Tower in lieu of the Ceramic Tower specified.

Alternate B - Provides an additive price if the bidder assumes the responsibility of payment for the three equipment contracts now outstanding for this installation; namely, Contract No. 2236 - Refrigeration Machine @ \$56,800, Contract No. 2237 - Boiler & Burner @ \$38,432, and Contract No. 2238 - Switchgear @ \$16,170, totaling \$111,402.

THE UNIVERSITY OF TEXAS
OFFICE OF THE COMPTROLLER
AUSTIN 78712

SUPPLEMENT TO
RECOMMENDATIONS TO REGENTS'
BUILDINGS AND GROUNDS COMMITTEE

May 12, 1965

23. SOUTH TEXAS MEDICAL SCHOOL - REPORT ON APPLICATIONS TO THE FEDERAL GOVERNMENT FOR GRANTS TO HELP FINANCE THE NEW SOUTH TEXAS MEDICAL SCHOOL BUILDING, APPROVAL OF CHANGES IN PRELIMINARY PLANS, OUTLINE SPECIFICATIONS, AND COST ESTIMATES FOR THE NEW BUILDING, AND AUTHORIZATION TO ASSOCIATE ARCHITECTS TO PROCEED WITH PREPARATION OF WORKING DRAWINGS, ETC.--The final "Application for Joint Construction Grant" filed with the U. S. Department of Health, Education, and Welfare - Public Health Service in January, 1965, to assist in the construction of the New South Texas Medical School Building, requested a grant of \$2,993,578.00 for "Construction of Health Research Facilities" and a grant of \$3,948,562.00 for "Construction of Teaching Facilities for Medical, Dental and Other Health Personnel", total \$6,942,140.00. This revised, final application was filed after Dr. F. C. Pannill became Dean of the South Texas Medical School. The original application to the same agencies was filed in May, 1964, while Dr. Robert C. Berson was Dean, and was in the total amount of \$6,879,456.00, also divided between "Health Research Facilities" and "Health Professions Teaching Facilities".

The original application was eventually more or less "indefinitely postponed". By a letter dated April 12, 1965, Dr. Francis L. Schmehl, Chief of the Health Research Facilities Branch, notified Dean Pannill that our request for \$2,993,578.00 "was deferred by the National Advisory Council on Health Research Facilities", until the University was in a position to submit more comprehensive and definite information regarding staff assignments and research personnel who will later be appointed to conduct the proposed research. By letter dated April 15, 1965, Dr. Harald M. Graning, Assistant Surgeon General and Chief, Division of Hospital and Medical Facilities, U. S. Public Health Service, advised Dean Pannill that a grant in the amount of \$3,948,581.00 had been approved by the Public Health Service for assistance in the construction of teaching facilities for the South Texas Medical School.

On April 27, 1965 Governor John Connally approved "architectural fees" for "South Texas Medical School Building: Bartlett Cocke and Associates and Phelps and Dewees and Simmons (now known as Phelps and Simmons and Associates) of San Antonio as the Associate Architects".

It is recommended that the Associate Architects be specifically and officially authorized to proceed with the preparation of final working drawings, detailed specifications, etc. on the New South Texas Medical School Building, on the basis of an estimated overall total cost of \$10,300,000.00, instead of the estimated overall total cost of \$12,000,000.00 originally contemplated. It is further recommended that the changes made by the Consulting Architects in the preliminary plans, outline specifications, and cost estimates, to come within this revised estimated total overall cost, be approved by the Board. The major change made in the preliminary plans, outline specifications, and cost estimates originally approved by the Board consists of leaving the major portion of the research laboratories (as distinguished from teaching laboratories) in an unfinished and unequipped state, in the hope that additional funds can be acquired later from Federal and/or other sources to complete these research areas as originally contemplated. Revisions in the preliminary plans, etc. hereby recommended contemplate that the original size, shape, and outside appearance of the building will not be changed. These recommendations also contemplate that we shall cooperate with other agencies in the South Texas Medical Center in using the proposed Central Heating and Cooling Plant, which will make available approximately \$1,000,000.00 for other construction purposes which was originally contemplated to be used for major chilling and heating equipment.

It is further recommended that, in accordance with provisions enacted by the 58th Legislature, the funds necessary to make up the \$10,300,000.00 above recommended be transferred, prior to August 31, 1965, from 1963-65 general revenue appropriations for South Texas Medical School "Educational Expenses" to the 1963-65 general revenue appropriation for "costs of planning and/or constructing the said Medical School's physical facilities". These transfers, estimated to total approximately \$480,000.00, would cover the encumbrance for the estimated total amount of Architects' fees, except those already paid to Brooks and Barr.

LAND AND INVESTMENT COMMITTEE
SUPPLEMENTARY AGENDA
May 21-22, 1965

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Arlington State College: Resolution for Assumption by the Board of Regents of Responsibilities in Regard to Outstanding Revenue Bonds and Notes	1
Pyote Air Force Base, Block 16, Ward County	
a. Grazing Lease No. 902 to Avary and Allgood, a Partnership: Permission to Sublet a Portion of Lease (formerly a part of Pyote Air Base)	2
b. Easement No. 186 to U. S. Government on Part of: Acquisition of Improvements and Release of the Government's Lease	2
Texas Western College, Lucille T. Stevens Estate: Lease to Walgreen Drug Stores on Property at Mesa and Texas in El Paso	4

LAND AND INVESTMENT COMMITTEE -

PERMANENT UNIVERSITY FUND BONDS, SERIES 1965--SUPPLEMENT TO RECOMMENDATION ON PAGE L-17, LAND AND INVESTMENT COMMITTEE DOCKET.--The Comptroller's Office estimates total cash expenditures for construction and equipment for the period May 1, 1965, through August, 1966, on all projects approved by the Board of Regents as follows: from bond proceeds \$7,110,000; from Available Fund cash \$2,480,000; a total of \$9,590,000. As of April 22, 1965, there was on hand a total of \$4,445,000 in cash and Treasury securities representing unexpended proceeds from previous bond sales. The deduction of this cash and equivalent from the indicated total requirement of \$9,590,000 leaves an uncovered balance of \$5,145,000. In order to provide for unforeseen contingencies, it is recommended that the Permanent University Fund bond issue Series 1965 be fixed at \$6,000,000.

The above figures make no provision for the new Archives Building which is now under consideration on the assumption that a construction contract for this building could not be executed before July, 1966.

If the Series 1965 bond issue had been sold on May 1, 1965, the interest cost probably would have been in the neighborhood of 3.05%. As of that date the yield on one-year Treasury paper was 3.94%.

ARLINGTON STATE COLLEGE - RECOMMENDATION FOR ADOPTION OF RESOLUTION FOR ASSUMPTION BY THE BOARD OF REGENTS OF RESPONSIBILITIES IN REGARD TO OUTSTANDING ARLINGTON STATE COLLEGE REVENUE BONDS AND NOTES.--There are eight issues of Arlington State College Revenue Bonds and Notes issued by the Texas A & M Board of Directors. The University staff has conferred with the firm of McCall, Parkhurst & Horton, which has served as bond counsel on all of these issues, and the staff and bond counsel join in recommending that the Board of Regents adopt the attached resolution prepared by bond counsel assuming the responsibilities for these outstanding Revenue Bonds, all of which are listed in the resolution. Certified copies of the resolution will be furnished to the paying agent banks for each of the issues.

Payment of principal and interest on all of these issues are being handled at Arlington State College. Payments and related procedures on all outstanding Revenue Bonds of The University of Texas System are handled through Central Administration, and it is recommended that the Board of Regents approve transfer of the staff responsibilities as to the Arlington State College bonds from the College to Central Administration, effective September 1, 1965.

STATE OF TEXAS :

COUNTY OF TRAVIS :

WHEREAS, pursuant to Acts 1949, 51st Legislature, Chapter 459, Arlington State College was placed under the direction of the Board of Directors of the Agricultural and Mechanical College of Texas (the Board of Directors of The Texas A&M University System) (herein called "Board of Directors"); and

WHEREAS, pursuant to the authority granted the Board of Directors, such Board did from time to time authorize and issue on behalf of Arlington State College certain special obligations of the Board in the forms of bonds and notes payable from specified pledged revenues; and

WHEREAS, such special obligations thus issued and remaining outstanding and unpaid are as follows, to-wit:

Board of Directors of the Agricultural and Mechanical College of Texas - Arlington State College Student Center Fee Bonds, Series 1960; \$568,000.00 (original amount \$600,000.00)

Board of Directors of the Agricultural and Mechanical College of Texas - Arlington State College Recreation Facilities Revenue Note, May 1, 1961; \$25,500.00 (original amount \$50,000.00)

Board of Directors of the Agricultural and Mechanical College of Texas - Arlington State College Gymnasium Fee Bonds, Series 1961; \$626,000.00 (original amount \$650,000.00)

Board of Directors of the Agricultural and Mechanical College of Texas - Arlington State College Athletic Facilities Revenue Note, dated March 1, 1962; \$98,500.00 (original amount \$125,000.00)

Board of Directors of the Agricultural and Mechanical College of Texas - Arlington State College West Campus Dormitory Revenue Notes, Series 1963; \$70,975.00 (original amount \$75,000.00)

Board of Directors of the Agricultural and Mechanical College of Texas - Arlington State College Housing System Revenue Refunding Bonds, Series 1963; 1,791,000.00 (original amount \$1,806,000.00)

Board of Directors of The Texas A&M University System - Arlington State College Parking Facilities Revenue Bonds, Series 1964; \$333,000.00 (original amount \$350,000.00)

Board of Directors of The Texas A&M University System - Arlington State College Student Fee Revenue Bonds, Series 1964; \$3,250,000.00 (original amount \$3,250,000.00)

WHEREAS, the 59th Legislature, currently in session, has enacted Senate Bill 407, effective April 23, 1965, which has placed Arlington State College under the direction of the Board of Regents of the University of Texas (herein called "Board of Regents"), and has directed the said Board of Regents to perform all of the duties required in the management of said college; and

WHEREAS, said Act has imposed the duties and conferred the rights and powers upon the Board of Regents heretofore exercised by the Board of Directors; and

WHEREAS, such Act provides that wherever in any Act of the Legislature of this State or the Revised Civil Statutes of Texas, 1925, as amended, powers, duties or responsibilities are assigned or any reference whatsoever is made to the Board of Directors as concerns Arlington State College, said powers, duties and responsibilities shall be performed by, and such reference shall apply to, the Board of Regents; and

WHEREAS, said Senate Bill 407 by its effect imposes the responsibilities upon the Board of Regents to perform the obligations of the said Board of Directors in the various resolutions authorizing said special obligations.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS:

1. That the obligations of the Board of Directors incurred by said Board of Directors and the officers thereof in the issuance of the aforesaid special obligations on behalf of Arlington State College and set forth in the resolutions authorizing same are hereby recognized to be the obligations of the Board of Regents.

2. That the officers of the Board of Regents of the University of Texas are hereby authorized and directed to perform the duties heretofore required by the terms of said resolutions to be performed by the officers of the Board of Directors of The Texas A&M University System with respect to such special obligations.

3. That the Secretary of the Board of Regents of the University of Texas is hereby authorized and directed to furnish each paying agent for bonds and for notes named in the resolutions creating such special obligations a certified copy of this resolution.

ADOPTED AND APPROVED this the _____ day of _____, 1965.

PERMANENT UNIVERSITY FUND - LAND MATTERS.--

GRAZING LEASE NO. 902 TO AVARY & ALLGOOD, A PARTNERSHIP, BLOCK 16, WARD COUNTY - RECOMMENDATION FOR PERMISSION TO SUBLET A PORTION OF LEASE.--Avary & Allgood, who have a warehouse lease on hangars and warehouses at the former Pyote Air Force Base running to October 18, 1968, at annual rental of \$4,200.00, have Grazing Lease No. 902 covering approximately 2,163 acres adjoining these warehouse facilities at rental of \$0.25 per acre. Included in the grazing lease area are large concrete runways which were built and used by the Air Base, and Avary & Allgood have a proposal from a group affiliated with the American Hot Rod Association for rental of part of one of these runways for a drag strip and are willing to pay the University \$3,000 a year annually for permission to sublet. The agreement with the University for the subletting will provide that all net revenue in excess of the \$3,000 received annually by Avary & Allgood will be expended on repairs to the hangars and warehouses which they have under lease, all of such repairs to be beyond those required of them in the warehouse lease. Land Agent Carr has investigated and is satisfied that responsible people in Pyote and the surrounding area would be pleased to have the drag strip in operation. It will be operated under Rules and Regulations of the American Hot Rod Association, and adequate insurance protection will be provided. In order for the arrangement to be made for the 1965 season, it is recommended that the Board of Regents grant permission for this subletting under the terms set out above and authorize execution of the appropriate instrument by the Chairman when approved as to form by the University Attorney and as to content by the Endowment Officer. Mr. Carr expects to have the name of the sub-lessees and additional details at the meeting of the Land and Investment Committee. The permission will be for subletting by Avary & Allgood on a year-to-year basis not to extend past December 31, 1968, the expiration of their grazing lease.

EASEMENT NO. 186 TO U. S. GOVERNMENT ON PART OF FORMER PYOTE AIR FORCE BASE, BLOCK 16, WARD COUNTY - RECOMMENDATION FOR PROCEEDING WITH ACQUISITION OF IMPROVEMENTS AND RELEASE OF THE GOVERNMENT'S LEASE.--In regard to the remainder of the former Pyote Air Force Base still held by the Government under lease from the Board of Regents, the Board of Regents at its March, 1965 meeting expressed willingness "to lease to the Texas Youth Council the land covered by the Pyote Air Force Base after these facilities are acquired from the General Services Administration and authorize the Executive Committee to work this out with firm assurance that any money expended for the facilities will be recovered." It had been reported to the Board of Regents that General Services Administration had offered to release the lease and all of the improvements to the Board of Regents for \$86,100, their appraised value of the improvements.

The Appropriation Bill for the 1965-67 Biennium, which has now been passed by the Legislature and sent to the Governor, carries under the Texas Youth Council Building and Repair Program, West Texas Children's Home, an appropriation for 1965-66 in the amount of \$86,100 "to reimburse and to pay rental to The University of Texas for certain facilities now located at Pyote Air Force Base, Ward County, Texas." The Bill also carries the following paragraph:

The Texas Youth Council is authorized to lease from The University of Texas, for a term of years and upon conditions that are mutually agreeable to the Council and the University, under authority of the Inter-agency Cooperation Act, certain facilities situated at Pyote Air Force Base, in Ward County, Texas (same being located in Block 16, University Lands). Texas Youth Council is authorized to pay to The University of Texas as rental for such lease and as reimbursement for the money paid by the University to the United States of America for such facilities, a sum not to exceed the appropriation.

There is also an appropriation of \$200,000 for 1965-66 for repairs, renovation, restoration, furnishing and equipping these facilities and for purchase of supplies, materials, etc.

It is recommended that, contingent upon the legislative appropriation of \$86,100 becoming final, the University staff be authorized to proceed with General Services Administration for the release of the lease, with improvements, to the Board of Regents and pay \$86,100 from the Available Fund - Unappropriated Balance to the Government upon delivery of the appropriate release from the Government. It is further recommended that the Chairman be authorized to execute a firm proposal to the Government on these terms which will be processed by the Government and executed on its behalf as a release to the Board of Regents. The staff will pursue with Texas Youth Council the terms of the Interagency Contract for the use of the Pyote facilities to be submitted to the Board of Regents at a later meeting, all based on reimbursement to the Available Fund of the \$86,100 as soon as practicable after September 1, 1965.

TRUST AND SPECIAL FUNDS - REAL ESTATE MATTERS.--

TEXAS WESTERN COLLEGE - LUCILLE T. STEVENS ESTATE - PROPOSED LEASE TO WALGREEN DRUG STORES ON PROPERTY AT MESA AND TEXAS IN EL PASO.-- At its October, 1964 meeting, the Board of Regents authorized a lease to Walgreen Drug Stores on the Stevens Estate property at Mesa and Texas in downtown El Paso for a term of 30 years and 2 months with option by the tenant to cancel at the end of the first 10 years and 2 months and at the end of 20 years and 2 months. The lease provides for rental of \$26,000 annually, plus a percentage provision. Other terms, based on negotiations up to that time, are set out in the Minutes of that meeting. The authorization for the lease was based on the understanding that the final lease would be presented for approval to the Board of Regents through the Land and Investment Committee.

Negotiations for satisfactory provisions in the lease have been under way through Mr. Ted Cottle, the El Paso realtor who had been given an exclusive listing by the Board of Regents.

The last revision of the lease, copies of which are attached, was received from Walgreen on May 14. University Attorney Waldrep, has not had an opportunity to examine the instrument thoroughly, which will be done prior to the meeting of the Land and Investment Committee, but it is believed that the instrument is now in satisfactory shape and the best that can be done as to some of the provisions which have been under discussion with Walgreen.

This lease varies from the authorization given last October on the following points:

1. The lease is to Walgreen Drug Company of Texas, a Texas corporation, with a guarantee by Walgreen Co., the parent corporation chartered in Illinois.
2. In addition to the exclusion of cigarettes from gross sales for calculation of additional rental, there are other minor exclusions, not to exceed 2% of sales, set out in the 2nd paragraph on page 2 of the lease on which Walgreen has held firm.

It is recommended that the Board of Regents approve this lease, subject to final approval by Mr. Waldrep, and authorize execution by the Chairman.

BY THIS LEASE, made in triplicate the 12th day of *May*, 1965, between Board of Regents of The University of Texas for the benefit of Texas Western College, El Paso, Texas, hereinafter called "Landlord", and Walgreen Drug Company of Texas, a Texas corporation, hereinafter called "Tenant",

Landlord hereby leases to Tenant, and Tenant hereby rents from Landlord, for the term commencing June 1, 1965, and continuing to and including May 31, 1995, which term may be reset to a later period, as hereinafter provided, and which term is subject to prior termination, as hereinafter provided, the premises located in the City of El Paso, State of Texas, known as No. 200 N. Mesa Avenue, to include not less than 86 feet of frontage on Mesa Avenue, and not less than 60 feet of frontage on Texas Street, being a rectangular area containing approximately 5,200 square feet on the first floor, approximately 5,200 square feet on the second floor and approximately 5,200 square feet of basement space (all as shown on plan hereto attached and made part hereof), and together with all improvements, appurtenances, easements and privileges belonging thereto, in the two story and basement building located at the northeast corner of Mesa Avenue and Texas Avenue, being on the premises legally described as the West 1/2 of Lot 24, Block 4, Mills Map Addition to the City of El Paso, El Paso County, Texas.

THE TERMS, COVENANTS AND CONDITIONS OF SAID LETTING ARE AS FOLLOWS:

1. Tenant shall pay rent as follows:

(a) A fixed sum of -

(1) \$2,166.67 per month for the period commencing on the date Tenant opens its store for business in the leased premises and ending on the last day of the term,

plus (2) an amount per month, for the period commencing on the first day of the month after Landlord has made repayment to Tenant under the provisions of Section (b) of Article 19 and ending on the last day of the 240th full calendar month thereafter which will amortize a sum equal to the amount of such repayment over such period in equal monthly installments which include interest at the rate of 5% per annum on the balance from time to time unamortized;

said rents to be payable on the first day of each and every month in advance, but rent for any period less than a full calendar month to be properly apportioned.

(b) Tenant shall pay to Landlord as additional percentage rent for each lease year, as hereinafter defined, a sum equal to -

2-1/2% of the cash receipts of sales, as hereinafter defined, made by Tenant in the operation of Tenant's store on the leased premises in excess of that amount, which when multiplied by 3%, will equal the fixed monthly rent payable under Section (a) for and during such lease year.

Within 25 days after the end of each lease year, Tenant shall furnish to Landlord a statement of the total amount of such cash receipts of sales for such lease year, and, at the same time, shall pay the additional percentage rent accrued thereon.

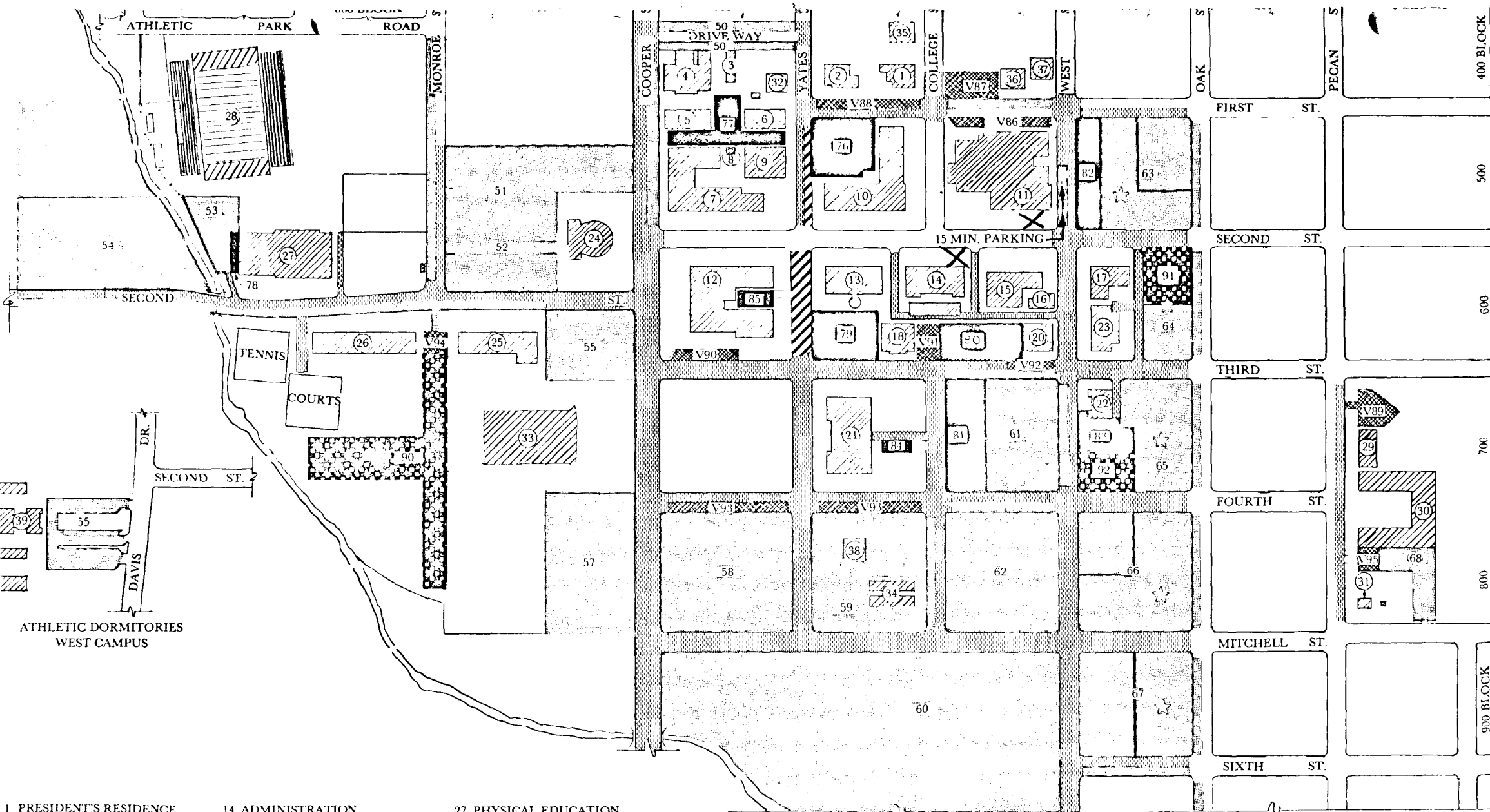
The first lease year shall commence on the date fixed rent under Article 1 shall begin to accrue and shall end on December 31 following. Each succeeding lease year shall be each succeeding twelve months period beginning on January 1 and ending on December 31, except that the last lease year shall end on the date of the expiration or other termination of this lease, having commenced on January 1 preceding.

The term "cash receipts of sales" as used herein shall be taken and construed to mean the total amount of all receipts from sales of drugs, food, drinks, goods, wares and merchandise of every sort whatsoever (less returns and refunds), made by Tenant in the operation of Tenant's store on the leased premises, excepting and excluding receipts from sales of cigarettes, and shall, except as to cigarettes, also include, receipts from sales by any concessionaire therein, and charges or fees received for all services rendered therein, but shall not include sales at a discount to doctors, dentists, hospitals, nurses, drug stores or wholesale drug or supply houses and to Tenant's employees up to the amount of 2% of all sales and shall not include receipts and commissions from the operation of telephones and public weighing scales therein, nor inter-corporate and inter-store sales or transfers, nor sales of government bonds, savings stamps and other government securities, postage stamps and ready stamped postcards and envelopes; Tenant shall also have the right to deduct and exclude from such cash receipts of sales a sum equal to any approximate amounts which may be paid by Tenant or which Tenant may add to or include in its selling prices of various articles by reason of any taxes now or hereafter imposed on or paid by Tenant in connection with the manufacture, distribution, sale or handling of such articles or by reason of any taxes now or hereafter imposed on the manufacture, distribution, sale or handling of such articles.

Tenant shall cause to be kept, in accordance with its customary accounting procedure, records of the cash receipts of sales made by Tenant in the operation of Tenant's store on the leased premises. Landlord and Landlord's duly authorized representative, at reasonable times during business hours, shall have access to such records at the place where the same are kept, for the purpose of inspecting and auditing the same, provided that any such inspection and audit be made by Landlord within six months after the expiration of any lease year. If Landlord does not object in writing to any statement above mentioned within said six months, such statement shall be conclusively presumed to be correct, and thereafter Tenant shall not be required to preserve the records from which such statement was compiled. Landlord agrees not to divulge to anyone the information obtained by Landlord and Landlord's representative from such records or from the statements above mentioned, except to any mortgagee or prospective purchaser of the property and except as may be necessary for the enforcement of Landlord's rights under this lease. Nothing herein contained, however, shall be deemed to confer upon Landlord any interest in the business of Tenant in the leased premises.

(c) Until further notice to Tenant, rent checks to be payable to and mailed to -

Texas Western College
El Paso, Texas



- 1 PRESIDENT'S RESIDENCE
- 2 PLACEMENT OFFICE
- 3 CONCRETE & FOUNDRY LAB.
- 4 ELECTRICAL SHOP
- 5 AERONAUTICAL SHOP
- 6 ENGINEERING DRAWING
- 7 ENGINEERING TECHNOLOGY
- 8 CARBIDE PIT
- 9 MECHANICAL ARTS
- 0 ENGINEERING
- 1 STUDENT CENTER
- 2 SCIENCE
- 3 PRESTON HALL

- 14 ADMINISTRATION
- 15 COLLEGE HALL
- 16 MILITARY CLASS ROOM
- 17 DAVIS DORMITORY
- 18 GYMNASIUM
- 19
- 20 CENTRAL HEATING PLANT
- 21 LIBRARY
- 22 ADMINISTRATION ANNEX.
- 23 HEALTH CENTER
- 24 THEATER BUILDING
- 25 PACHL HALL
- 26 MENS HALL A

- 27 PHYSICAL EDUCATION
- 28 FOOTBALL STADIUM
- 29 DISPENSARY
- 30 LIPSCOMB HALL
- 31 RESIDENCE
- 32 PHYSICS LAB.
- 33 MULTI PURPOSE AUDITORIUM
- 34 CLASS ROOMS
- 35 M.S.C.
- 36 C.C.B.C.
- 37 B.S.U.
- 38 WAREHOUSE
- 39 REBEL VILLAGE

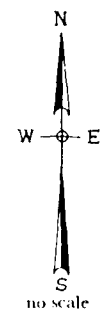
LEGEND

- NO PARKING AREA
- AREA A PARKING LOTS NO. 50 THRU 68
- AREA D PARKING LOTS NO. 90 THRU 92
- HANDICAPPED PARKING
- VISITORS PARKING LOTS NO. 86 THRU 95
- FACULTY & STAFF LOTS NO. 76 THRU 85
- PROPOSED PARKING

NOTE
All Parking Signs
Supersede Map

PARKING FACILITIES
ARLINGTON STATE COLLEGE
ARLINGTON, TEXAS

7-28-64



as and
Electricity

2. Tenant shall pay when due all bills for heat, water, gas and electricity used on the leased premises after date of Tenant's possession and until expiration of term. If Landlord furnishes gas or electricity, Tenant may buy same from Landlord at the lowest step in the rate charged Landlord for the total consumption of such service in Landlord's entire property, or Tenant may buy same elsewhere, as Tenant may from time to time desire. Unless same shall be furnished by the City of El Paso or utility companies, Landlord shall furnish to the leased premises at all times sufficient sewer, gas, water and electric service lines of sufficient capacity as required by Tenant.

Landlord's
to
Effect

3. Landlord may at reasonable times enter the leased premises for the purpose of examining and of making repairs, and during the last two months of the term may place usual "For Rent" sign, but not so as to interfere with Tenant's business.

Conformity
with Law

4. Tenant shall not use the leased premises for any unlawful purpose. Tenant shall comply with the valid requirements of public authorities regarding the manner of the conduct of Tenant's business in the leased premises, but as to the leased premises, Landlord shall make all structural changes or installations so required after completion of initial remodeling described in Article 19.

Repairs

5. After initial remodeling referred to in Article 19, Tenant shall make incidental repairs to the exterior and to the interior of the leased premises and plate glass replacements, except as provided below. Landlord shall maintain and make all repairs to the roof and to structural portions of the building, to sidewalks, and, (to the extent not done by the City of El Paso or utility companies), to pipes, ducts, wires and conduits leading to and from the leased premises. Landlord shall make all repairs required by the fault of Landlord and by dry rot or termites. To the extent same are within the scope of the usual form of fire and extended coverage insurance, Landlord shall make all repairs to the building and premises (but not to Tenant's store and trade fixtures and equipment or its merchandise) required by fire, casualty or the elements. The provisions of this paragraph shall be complied with as required from time to time.

Delivery of
possession

6. Landlord shall put Tenant into simultaneous exclusive physical possession of the entire leased premises on June 1, 1965, or as soon as possible thereafter, and in any case not later than May 1, 1966, and at the same time deliver to Tenant a full set of keys. Landlord shall notify Tenant at least sixty days before possession is to be so delivered. If possession of the leased premises is not so delivered, Tenant may cancel this lease. Said premises upon delivery shall be in good condition and repair (except that Landlord shall not be obligated to do any painting or cleaning) and shall fully comply with all lawful requirements; the first floor shall have a continuous ceiling height as at present, with level floor, all of one elevation, and with only such columns as at present; said basement space and said second floor space shall be completely enclosed with brick or concrete walls, shall be located directly beneath and above, respectively, and have sufficient and convenient access from said first floor space and shall each have a continuous ceiling height as at present; all floors shall be capable of bearing a live load of at least 100 pounds to the square foot. Tenant shall have the right, without being deemed to have accepted possession, to enter the leased premises as soon hereafter as practical, to take measurements, but such entry or the opening for business shall not constitute a waiver as to the condition of the premises or as to any work to be done or changes to be made by Landlord.

Opening

7. Tenant shall open its store for business in the leased premises within a reasonable time, but not later than two months after Landlord has delivered possession as above provided, subject to extension equal to any delays occasioned by strikes, casualties, governmental restrictions, priorities or allocations, inability to obtain materials or labor, denial of licenses to operate a drug store and to conduct its business, or other causes beyond Tenant's control; but Tenant shall have no liability for failure to open its store within said period, except that rent shall commence as of the date its store should have been opened, allowing for delays as herein provided.

Tenant's
Fixtures

8. Tenant may install and operate interior and exterior electric and other signs, soda fountain machinery and any other mechanical equipment, and in so doing shall comply with all lawful requirements. Tenant may also install and maintain, both in and out of the leased premises, pipes, conduits, and ventilating and air-conditioning ducts as required, and Landlord shall provide rights of way therefor at reasonable locations through the roof or walls of the building. Tenant shall at all times have the right to remove all fixtures, machinery, equipment, appurtenances and other property hereafter furnished or installed by Tenant or Landlord at Tenant's expense, it being expressly understood and agreed that said property shall not become part of the premises but shall at all times be and remain the personal property of Tenant and shall not be subject to any Landlord's lien.

In addition to the items mentioned, Tenant shall have the specific right to remove conveyors, lockers, time locks and time lock bolts; to the extent that Landlord shall not repay Tenant for the cost of same under the provisions of Section (b) of Article 19, Tenant shall also have the specific right to remove stockroom shelving and enclosures and lighting fixtures; and Tenant shall also have the right to remove heating and air conditioning machinery and equipment (but not the ducts, plumbing and wiring in connection therewith), which Tenant may install subsequent to installations made in connection with remodeling described in Section (a) of Article 19 and Exhibit A hereof.

Tenant shall have the right to extend Tenant's permanent exterior signs on the face of the building above the leased premises.

There shall be no signs on the roof of the building containing the leased premises without the approval of both Landlord and Tenant.

Surrender

9. At the expiration or termination of this lease, Tenant shall surrender immediate possession of the leased premises in as good condition as when delivered to Tenant, reasonable wear and tear, changes and alterations, damage by fire, casualty and the elements, and other repairs which are Landlord's obligation excepted. Any holding over by Tenant shall not operate, except by written agreement, to extend or renew this lease or to imply or create a new lease, but in such case Landlord's rights shall be limited to either the immediate termination of Tenant's occupancy or the treatment of Tenant's occupancy as a month to month tenancy, any custom or law to the contrary notwithstanding.

Sidewalks

10. Landlord shall not grant any rights in the sidewalk around the leased premises without Tenant's written consent. Should the street or sidewalk around the leased premises or adjoining premises, or the entrance to the leased premises, be obstructed or blocked by or with the consent of Landlord, Tenant shall be entitled to an appropriate and proportionate abatement in rent.

Alterations

11. After initial remodeling referred to in Article 19, Tenant, at Tenant's cost and expense, may make alterations and additions (but shall obtain Landlord's consent before making any structural changes except changes to store fronts, partitions, floors, electric, plumbing and heating). Landlord shall co-operate in securing necessary permits and authority. Tenant shall not permit any mechanics' or other liens to stand against the property for work or material furnished Tenant.

Assignment
and Sub-
letting

12. Except as provided in Sections (a), (b) and (c) hereof, Tenant's interest under this lease shall not be assigned, nor shall the leased premises be sublet, without the prior written consent of Landlord, which Landlord agrees not to unreasonably or arbitrarily withhold or refuse.

(a) Tenant's interest under this lease may, at any time and from time to time, be assigned and re-assigned, provided that any such assignment or re-

assignment be only to a corporation which is subsidiary to or affiliated with Tenant, or to a corporation resulting from any consolidation, reorganization or merger to which Tenant, or any of its subsidiaries or affiliates, may be a party and engaged in the same business. Tenant may also, at any time and from time to time, sublet or license or permit a portion or portions of the leased premises to be used for concessions, leased or licensed departments and demonstrations in connection with and as part of the operation of Tenant's store, the cash receipts of sales therefrom to be included in the cash receipts of sales of Tenant as defined in Section (b) of Article 1.

(b) At any time and from time to time, after at least five years' operation of its store in the leased premises, Tenant may sublet a portion of the leased premises, to any person, firm or corporation, other than a corporation described in Section (a) hereof, for any lawful retail business. In such case the cash receipts of sales of such sub-tenant (but not the sub-rentals paid by such sub-tenant), shall be included in the cash receipts of sales of Tenant as defined in Section (b) of Article 1.

(c) If at any time and from time to time, after at least five years' operation of its store in the leased premises, Tenant shall elect to discontinue such operation and sublet all or parts of the leased premises to any persons, firms or corporations, other than a corporation described in Section (a) hereof, for any lawful retail businesses, Tenant shall send notice to such effect to Landlord. Landlord shall have the right, within 20 days after receipt of such notice, to cancel this lease as of the last day of the following calendar month. If this lease shall not be so cancelled, Tenant may so discontinue and sublet. In such case Tenant shall pay to Landlord as annual rent for the leased premises for the remainder of the term hereof, in lieu of both the fixed and additional percentage rents provided in Article 1, a fixed amount equal to the fixed and additional percentage rents paid by Tenant during the lease year immediately preceding such subletting; such amount to be payable in equal monthly installments in advance on the first day of each and every month.

Notwithstanding any assignment, re-assignment or subletting as above provided, Walgreen Drug Company of Texas shall not be released from liability under this lease.

13. Lease
14.
15. Provisions

13. (a) If the rent shall not have begun to accrue on the date above specified for the commencement of the term of this lease, then the term shall not commence until the date on which the rent begins to accrue and shall continue for thirty years thereafter; provided, however, that if such commencement date be other than the first day of the calendar month, then the term shall continue to and including the last day of the same calendar month of the thirtieth year thereafter.

(b) Tenant shall have the right and option, at Tenant's election, to terminate this lease effective as of the last day of the 120th full calendar month of the term and effective as of the last day of the 240th full calendar month of the term. If Tenant shall elect to exercise such option, Tenant shall send notice thereof to Landlord, at least ~~twelve~~ months prior to the date this lease shall so terminate, but no notice shall be required to terminate this lease upon the expiration of the full term.

If Tenant shall exercise Tenant's option under this Section (b) to terminate this lease effective as of the last day of the 120th full calendar month of the term, Tenant shall pay to Landlord, on or before the date upon which Tenant shall vacate the leased premises pursuant to such termination, the portion which would be unliquidated on that date of a sum equal to the amount repaid by Landlord to Tenant under the provisions of Section (b) of Article 19 if said repayment were to be amortized in equal monthly installments, including interest at the rate of 5% per annum on the balance from time to time unamortized, over the period commencing on the first day of the month after Landlord has made repayment to Tenant under the provisions of Section (b) of Article 19, and ending on the last day of the 240th full calendar month thereafter. Tenant shall have no obligation, however, to make any payment to Landlord by reason of having exercised Tenant's option under this Section (b) to terminate this lease as of the last day of the 240th full calendar month of the term.

Fire

14. (a) If the leased premises or the building containing the same be damaged or destroyed by fire or other casualty, then Landlord, forthwith and with due diligence, shall repair and restore said building and premises to their condition immediately prior to such damage or destruction; and the rents shall abate proportionately according to the extent of such damage or destruction. Under no circumstances shall Tenant be liable for any loss or damage to said building or premises resulting from fire or other casualty.

(b) If the damage or destruction referred to in Section (a) hereof amounts to at least 50% of the leased premises and occurs during the last three years of the entire term of this lease or during the last three years prior to either optional termination date under Article 13, then and in such events, both Landlord and Tenant shall each have the right and option, at the election of either of them, to terminate this lease effective as of the date of such happening; and any unearned rents paid in advance shall be refunded. Landlord shall not have the right to exercise the option under this Section during any period which shall be less than thirty-six months and more than twelve months prior to either optional termination date under Article 13 if Tenant shall, within one month after such happening, advise Landlord that Tenant will not exercise Tenant's option under Article 13 to terminate this lease as of the next optional termination date thereunder, and, further, Landlord shall have the right to exercise the option under this Section during any period which shall be twelve months or less prior to either optional termination date under Article 13 only if Tenant shall have theretofore exercised Tenant's option under Article 13 to terminate this lease as of the next optional termination date thereunder. If this lease shall not be so terminated, the building and premises shall be repaired and restored as hereinbefore provided.

Eminent
Domain

15. Should any portion of the leased premises be taken by proceedings in eminent domain and should the parties hereto fail to agree upon a new rental basis for the remaining portion, then this lease shall terminate on the date possession is surrendered pursuant to such proceedings and any unearned rent paid or credited in advance shall be refunded, or, at Tenant's option, this lease shall continue as to the remaining portion upon the same rental basis.

Exclusives

16. Landlord covenants and agrees that during the term of this lease no other portion of the building containing the leased premises, nor any other property now or hereafter owned or controlled by Landlord within 500 feet thereof, will be used for the sale or advertising of any of the following: Drugs, Toilet Articles and Preparations, Candy, Ice Cream, Alcoholic Liquors, Cigars, Cigarettes, Tobaccos, or for the service of Food or Beverages, or for the operation of a Soda Fountain. The provisions of this Article shall not be applicable to business conducted by F. W. Woolworth Co. at 220 Mesa Avenue, El Paso, Texas, or to any existing business conducted in property hereafter acquired by Landlord which business is in conflict with the foregoing provisions at the time of such acquisition.

Title and
Possession

17. (a) Landlord covenants, represents and warrants that Landlord has legal title to the leased premises and the right to make this lease, that said premises and building are now, and will be at the time of delivery of possession to Tenant, free and clear of all liens, encumbrances, restrictions and party wall agreements, and that Tenant, upon paying the rent and keeping the agreements of this lease on its part to be kept and performed, shall have peaceful and uninterrupted possession during the term of this lease. Landlord shall furnish Tenant satisfactory evidence of Landlord's title.

(b) If at the time of delivery of possession of the leased premises to Tenant, the property containing the leased premises, or any part thereof, is subject to any mortgage, deed of trust or other encumbrance in the nature

of a mortgage, which is prior and superior to this lease, it is a further express condition hereof that Landlord shall thereupon furnish and deliver to Tenant, in form and substance acceptable to Tenant, an agreement executed by such mortgagee or trustee, either (i) making such mortgage, deed of trust or other encumbrance in the nature of a mortgage subject and subordinate to this lease and to the leasehold estate created hereby and to all of Tenant's rights hereunder, or (ii) obligating any party acquiring title or right of possession under or by virtue of such mortgage, deed of trust or other encumbrance to be bound by this lease and by all of Tenant's rights hereunder, provided that Tenant is not then in continued default, after notice, in the payment of rents or otherwise under the terms of this lease.

Remedies
18. If any rent is due and remains unpaid for ten days after receipt of notice from Landlord, or if Tenant breaches any of the other covenants of this lease and if such other breach continues for thirty days after receipt of notice from Landlord, Landlord shall then, but not until then, have the right to sue for rent, or to terminate this lease and re-enter said premises, but if Tenant shall pay said rent within said ten days, or in good faith within said thirty days commence to correct such other breach, and diligently proceed therewith, then Tenant shall not be considered in default. If Landlord shall from time to time fail to pay any sum or sums due to Tenant and if such failure continues for thirty days after receipt of notice from Tenant, Tenant shall have the right and is hereby irrevocably authorized and directed to deduct such sum or sums from the rent. If Landlord shall from time to time fail to perform any act or acts required of Landlord by this lease and if such failure continues for thirty days after receipt of notice from Tenant, Tenant shall then have the right, at Tenant's option, to perform such act or acts and the full amount of the cost and expense so incurred shall immediately be owing by Landlord to Tenant, and Tenant shall have the right and is hereby irrevocably authorized and directed to deduct such amount from the rent. No delay on the part of either party in enforcing any of the provisions of this lease shall be considered as a waiver thereof.

If the parties hereto should engage in litigation with each other in connection with or because of matters arising out of this lease, the party adjudged to be at fault shall be liable to and shall indemnify the other for reasonable attorneys fees, reasonably and necessarily incurred by the other.

Remodeling
19. (a) In order to adapt and equip the leased premises for Tenant's use and occupancy, certain additions, removals, alterations, improvements, installations and repairs to the leased premises and the building of a structural and non-structural nature, hereinafter called "remodeling", will be required. All of such remodeling shall be done by Tenant, at Tenant's initial cost and expense, shall be done in accordance with plans and specifications prepared by Tenant, which may include, among other things, the items and installations listed in Exhibit A attached hereto and made a part hereof, and shall be done in a good and workmanlike manner, free and clear of liens for labor and material furnished Tenant.

(b) (1) As soon as reasonably possible after the completion of such remodeling, Tenant shall furnish to Landlord a statement of the cost and expense thereof, (which cost and expense may include, among other things, reasonable architects and supervision fees and expenses), and thereupon, and within 10 days thereafter, Landlord shall repay to Tenant a sum equal to the amount of such cost and expense, which repayment by Landlord, however, shall be limited to the sum of \$100,000.00.

(2) If the repayment to be made by Landlord pursuant to subsection (1) of this Section (b) shall not be made as provided therein, Tenant shall have the right, and is hereby irrevocably authorized and directed, to deduct and retain the amount thereof, together with interest at the rate of 7% per annum from the rent.

(c) If there shall be any structural weakness or structural defect in said building or premises, not caused by Tenant, or if there shall be any other condition or conditions in said building or premises, structural or otherwise, not caused by Tenant and which do not meet the requirements of public authorities, then Landlord, at Landlord's expense, by contractors selected by Landlord and acceptable to Tenant, shall correct such weakness, defect, condition or conditions promptly after notice thereof and if the remodeling to be done by Tenant shall be delayed by reason thereof the time of such delay shall be added to the period provided in Article 7 for the opening of Tenant's store.

(d) If in connection with such remodeling, it shall be required by the City of El Paso or any other governmental or municipal authority that facilities for off-street loading or off-street parking be provided either within or without the leased premises, Tenant shall have the right and option, at Tenant's election, to cancel this lease.

20. Tenant shall install in the leased premises, and except as provided in Article 12, shall operate therein a Walgreen store with the right to sell all kinds of merchandise and services.

Sidewalk Chute

21. At all times during the term, Tenant shall have the right to use a sidewalk chute on the Texas Street frontage of the building to the extent permitted by the City of El Paso.

It is an express condition of this lease that, at all times during the term, the street along the Texas Street frontage of the leased premises shall be available as a loading zone for use by Tenant and by its suppliers.

Sidewalk
Units

22. It is understood that the portion of the basement which extends under the sidewalk on both street frontages is not the property of Landlord and the right of Tenant to use same is subject to rights of the City of El Paso.

Partial
Financing

23. If within the 20-day period prior to the opening of Tenant's entire store, Tenant shall commence the service on the leased premises of food and beverages for consumption on the premises, such service, prior to the opening of Tenant's entire store, shall not constitute opening for business under the provisions of Section (a) of Article 1, but, instead, the receipts from such service shall be included with the cash receipts of sales for the first period under Section (b) of Article 1.

Real Estate
Taxes

24. If the property containing the leased premises shall be subject to general real estate taxes other than special benefit taxes and special assessments during any tax year included within the period commencing June 1, 1975 and continuing for the remainder of the term and if the amount thereof during any such tax year shall exceed such taxes, levied and assessed for and during the ninth full tax year of the term, or which would be applicable based upon the assigned valuation if said property were taxable during such ninth full tax year, Tenant, upon request from Landlord, accompanied by a paid tax bill for the appropriate tax year or photocopy thereof, shall pay to Landlord the amount of such excess. Tenant shall have no liability hereunder by reason of any improvements made by anyone other than Tenant, and also Tenant's liability for the first tax year in which this Article shall be effective and for any tax year during which Tenant's possession during the period in question shall not cover the full tax year shall be properly prorated.

Tenant shall have the right and is hereby authorized and directed to deduct and retain amounts paid under this Article for each year from additional percentage rent payable for such year and in the alternative, Tenant shall have no liability for such increased taxes for any year to the extent that Tenant has paid additional percentage rent for such year.

Tenant shall have the right in its own name or in the name of Landlord to protest or contest any such taxes by appropriate proceedings and no liability shall accrue hereunder until the disposition of such proceedings.

25. Except for loss, cost and expense resulting from fire or other casualty, Tenant shall indemnify and hold harmless Landlord against and from any and all loss, cost and expense resulting from the actual or alleged negligent acts and omissions of Tenant and of Tenant's employees in the course of their employment or resulting from the conduct of business on the leased premises by Tenant.

26. Landlord agrees that J. Ted Cottle, 112 North Stanton Street, El Paso, Texas, is the Real Estate Broker who negotiated this lease, and Landlord agrees to pay to J. Ted Cottle, his heirs and assigns, as commission for services rendered in negotiating this lease, sums equal to 5% of all rents collected during the entire term hereof and any renegotiation hereof, as said rents are collected. Landlord shall furnish said Broker a copy of the statements of cash receipts of sales received from Tenant. Said payments are to be made to said Broker, his heirs or assigns, at the address mentioned above or to any other address of which Landlord is notified in writing by said Broker, his heirs or assigns. The foregoing shall not, however, affect the right of Landlord and Tenant, by mutual agreement and without the joinder of said Broker, his heirs or assigns, to modify this lease in any manner whatsoever or to terminate same other than by the terms hereof, provided that no such modification shall in any way affect the Landlord's obligation to pay 5% of all rents which may be collected under said lease, as modified, for its entire term and any renewal, extension and re-negotiation hereof. Landlord further agrees that in the event Landlord permits any termination of this lease, other than by the terms hereof, for the purpose of entering into a new lease with a new tenant, Landlord will pay Broker, his heirs or assigns, 5% of all rents collected under the said new lease for the entire term of the said new lease and any renewal, extension and renegotiation thereof, as said rents are collected.

Anything in the preceding paragraph of this Article notwithstanding, it is expressly understood and agreed that Landlord shall have no obligation whatsoever to pay any commission on any sums paid to Landlord by Tenant under the provisions of (2) of Section (a) of Article 1 and that Landlord shall have no obligation to pay commission on account of rent accruing after 30 years from the date that rent commences hereunder.

27. All notices hereunder shall be in writing and sent by United States registered mail, postage prepaid, addressed, if to Landlord, to the place where rent checks are to be mailed, and if to Tenant, to 4300 Peterson Avenue, Chicago, Illinois, 60646, and a duplicate to the leased premises, provided that each party by like notice may designate any further or different addresses to which subsequent notices shall be sent.

This Instrument shall merge all undertakings between the parties hereto with respect to the leased premises and shall constitute the entire lease contract unless otherwise hereafter modified by both parties in writing. Tenant shall have the right to cancel this lease if satisfactory evidence of Landlord's title, together with the original or duplicate original lease, properly executed by both parties, shall not be received at 4300 Peterson Avenue, Chicago, Illinois, 60646, within ten days after submission to Landlord or Landlord's agent. This instrument shall also bind and benefit, as the case may require, the heirs, legal representatives, assigns and successors of the respective parties, and all covenants, conditions and agreements herein contained shall be construed as covenants running with the land.

IN WITNESS WHEREOF, Landlord and Tenant have executed this lease, under seal, as of the day and year first above written.

WALGREEN DRUG COMPANY OF TEXAS

By E. J. Roubal
Vice President

Attest: [Signature]
Secretary

Witnesses: [Signature]
Thomas H. O'Shew II

THE BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS FOR THE BENEFIT OF TEXAS WESTERN COLLEGE, EL PASO, TEXAS

By _____
Chairman

Attest: _____
Secretary

Witnesses: _____

STATE OF TEXAS)
) SS
COUNTY OF TRAVIS)

Before me, _____, a Notary Public, on this day personally appeared _____, Chairman of The Board of Regents of the University of Texas for the benefit of Texas Western College, El Paso, Texas, a corporation, known to me to be the person whose name is subscribed to the foregoing instrument and acknowledged that he executed and delivered the foregoing instrument for the purposes and consideration therein expressed, and as the act of said corporation.

Given under my hand and seal of office this _____ day of _____, 1965.

Notary Public

STATE OF ILLINOIS)
) SS
COUNTY OF COOK)

Before me, _____, a Notary Public, on this day personally appeared _____, President of WALGREEN DRUG COMPANY OF TEXAS, a corporation, known to me to be the person whose name is subscribed to the foregoing instrument, and acknowledged that he executed and delivered the foregoing instrument for the purposes and consideration therein expressed, and as the act of said corporation.

Given under my hand and seal of office this _____ day of _____, 1965.

Notary Public

G U A R A N T Y

In consideration of the sum of One Dollar (\$1.00) to the undersigned WALGREEN CO., an Illinois corporation, in hand paid, receipt whereof is hereby acknowledged, and in further consideration of the granting at the request of the undersigned of the attached and foregoing lease, dated the 12th day of May, 1965, between The Board of Regents of The University of Texas for the benefit of Texas Western College, El Paso, Texas, as Landlord, and Walgreen Drug Company of Texas, a Texas corporation, as Tenant, covering the premises therein described and known as No. 200 N. Mesa Avenue, El Paso, Texas, the undersigned hereby guarantees the full and faithful performance of and compliance with all the terms, covenants and conditions upon the part of the Tenant and assigns in said lease contained.

In Witness Whereof, the undersigned has executed and delivered this instrument, under seal, the 12th day of May, 1965.

Witnesses:

John M. Deede
Opel Peters

WALGREEN CO.
(an Illinois corporation)
By [Signature]
Vice President

Attest:

[Signature]
Asst. Secretary

STATE OF ILLINOIS)
) SS
COUNTY OF COOK)

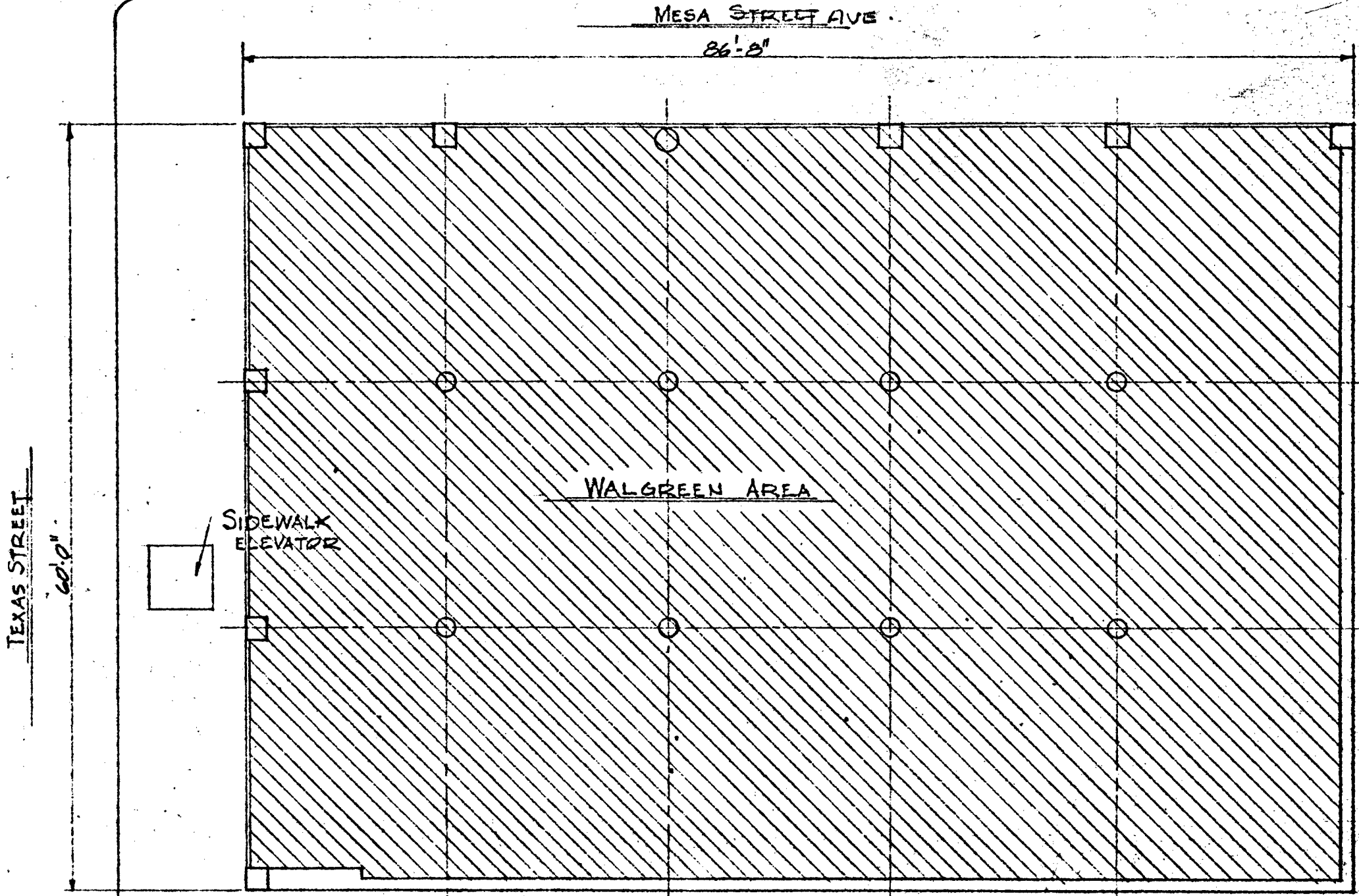
Before me, [Signature], a Notary Public, on this day personally appeared R. L. [Signature], Vice President of WALGREEN CO., a corporation, known to me to be the person whose name is subscribed to the foregoing instrument, and acknowledged that he executed and delivered the foregoing instrument for the purposes and consideration therein expressed, and as the act of said corporation.

Given under my hand and seal of office this 12th day of May, 1965.

[Signature]
Notary Public

EXHIBIT A

1. Present store front shall be remodeled and a new entrance to Sales Area installed on Mesa Avenue. A new porcelain enamel facing shall be installed on portion of first floor spandrel for sign background. New awning hoods to be installed where required. One bay of store front on Texas Street may be removed to provide rear entrance and a receiving door. Present stucco facing shall be painted. New entrance doors and frames shall be extruded aluminum material, and to be manufacturer's standard line. Provision shall be made in doors and frames for the installation of Tenant's time lock and electric strike. Entrance door with time lock shall be glazed with tempered plate glass.
2. The Sales Area may have a vinyl asbestos floor, with a quarry tile floor in kitchen and dishwashing area and at soda fountain. Floor in dining area may be terrazzo. Floor in entrance shall be non-slip ceramic tile.
3. There shall be furnished and installed necessary plumbing fixtures, service sink, floor drains, grease traps, prescription sink, all plumbing lines and plumbing connections to Tenant's equipment. All supply lines are to be equipped with valves. All cold and hot water lines are to be covered. Furnish and install hot water heating equipment as required.
4. There shall be furnished and installed in the leased premises all electric wiring, disconnect switches, meter panels, panel boards, safety switches at motor outlets, and all lighting fixtures, and including all electrical connections to Tenant's equipment.
5. A complete ventilating system shall be furnished and installed including hoods in kitchen and dishwashing rooms, ducts, fans, blowers, also the furnishing and installation of a complete air conditioning system, including evaporative condenser, air cooled condensers or cooling tower, at option of Tenant. Air conditioning ducts shall be covered where specified. Provide controls for air conditioning, heating and ventilation equipment, as specified by Tenant.
6. Adequate heating equipment, as required in the operation of Tenant's business shall be furnished and installed.
7. There shall be furnished and installed in the leased premises curtain walls, partitions and doors, stockrooms, stockroom shelving and cabinets. Walls may be dry wall, plaster, ceramic tile or structural glazed tile, as determined by Tenant. An acoustical board ceiling shall be installed on an exposed grid system in Sales Area and an acoustical tile ceiling in Dining Area.
8. There shall be furnished and installed all hardware, burglar proofing and painting.
9. Adequate stairways shall be furnished and installed.

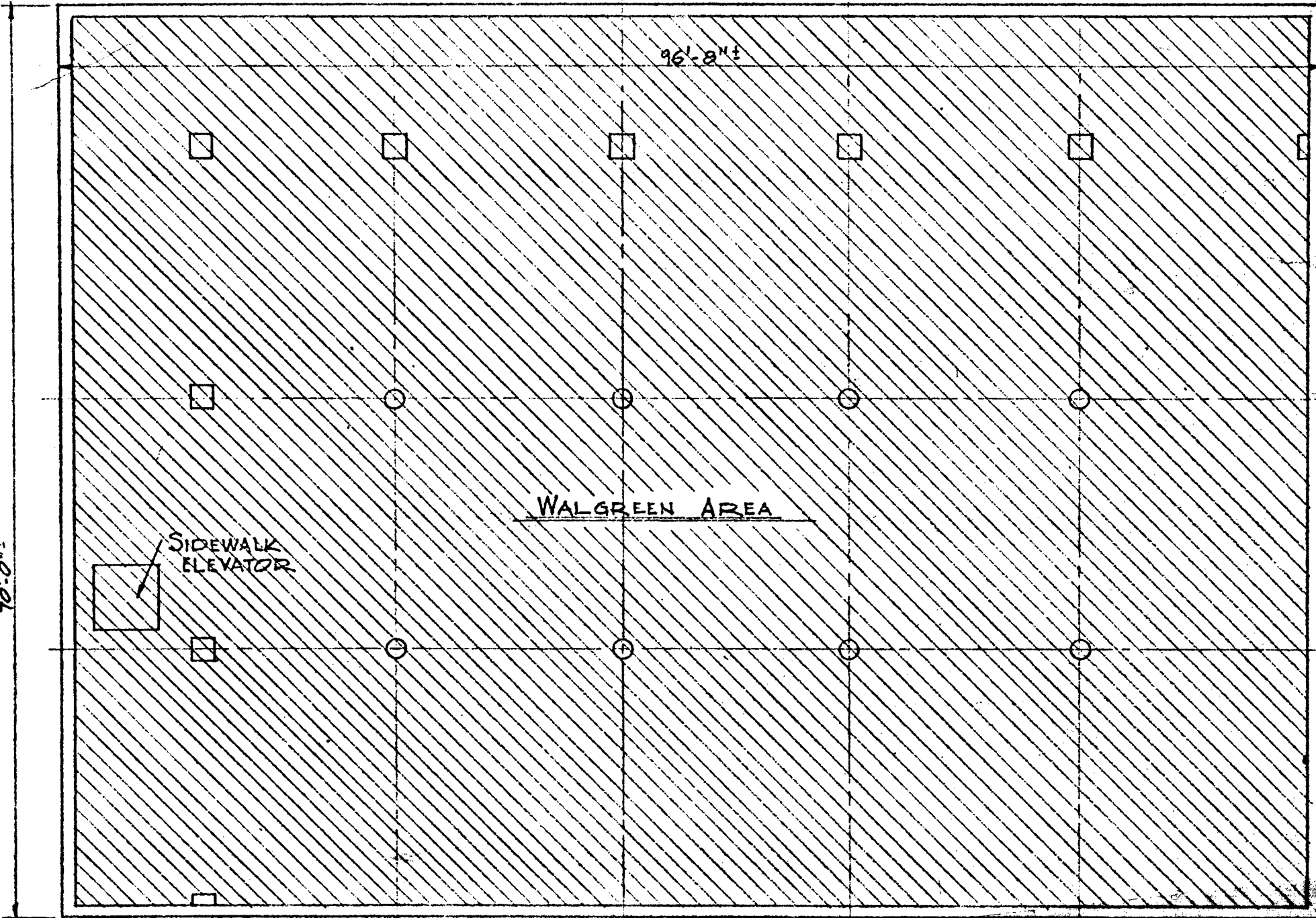


WALGREEN DRUG STORES
 4300 WEST PETERSON AVE.
 CHICAGO, ILLINOIS

SPACE PLAN
 200 NORTH MESA BLDG
 EL PASO, TEXAS

GROUND FLOOR PLAN
 SCALE: 1/10'-0"
 (SECOND FLOOR SIMILAR)

OCT. 29, 1964
 R.E.S



WALGREEN DRUG STORES
4300 WEST PETERSON AVE.
CHICAGO, ILLINOIS

SPACE PLAN
200 NORTH MESA BLDG.
EL PASO, TEXAS

BASEMENT PLAN
SCALE: 1" = 10'-0"

VII
 OCT. 20, 1964
 RES

COMMITTEE OF THE WHOLE
SUPPLEMENTARY AGENDA
May 21-22, 1965

Page No.

ITEM NO.

- | | |
|---|-------|
| 6. Resolution for Application for Surplus Federal Real Property (Post Office Property, Austin, Texas) | Below |
| 7. Arlington State College: Group Insurance Coverage for Employees | 3 |
| 8. Main University, Concessions Contract for Athletic Events: Proposal of Ex-Students' Association | 4 |

ITEM NO. 6

Committee of the Whole

SUBJECT: Resolution for Application for Surplus Federal Real Property (Post Office Property, Austin, Texas)

RECOMMENDATION
(Suggested Minute Order by Secretary)

The Committee of the Whole adopted the Resolution on the following page in order that the Board of Regents may proceed immediately if and when House Bill 836 becomes law to file an application to acquire the Post Office Property in Austin, Texas. This Resolution is a requirement in submitting applications for surplus federal real property to the Department of Health, Education, and Welfare.

PROPOSAL
(As Submitted by Administration)

House Bill 836 granting permission for the acquisition of the Post Office Property in Austin, Texas, has passed both Houses of the Legislature and awaits the signature of the Governor. We wish to proceed immediately in filing our application to acquire this property.

In submitting applications for surplus Federal real property to the Department of Health, Education, and Welfare, a resolution of the Board of Regents is required. It is recommended that the following resolution be adopted:

(See attached)

R E S O L U T I O N

WHEREAS, certain real property owned by the United States of America consisting of Lots 1-6, inclusive, Outlot 71, Division E, and the West One-half of Lots 9-12, inclusive, Outlot 70, Division E, located in the County of Travis, State of Texas, has been declared surplus and is subject to disposal by the Secretary of Health, Education, and Welfare; and

WHEREAS, The University of Texas is in need of said property and can utilize the same for educational and research purposes; and

WHEREAS, it is the desire of the Board of Regents of The University of Texas, the governing authority of The University of Texas, to make application to the United States Government for acquisition of the property under the provisions of Section 203 (k)(1) of the Federal Property and Administrative Services Act of 1949 (63 Stat. 377) as amended, and regulations and procedures promulgated thereunder:

NOW, THEREFORE, BE IT RESOLVED by the Board of Regents of The University of Texas that W. W. Heath, Chairman of the Board of Regents of The University of Texas, or his successor in function, be and he is hereby designated as the proper official of said The University of Texas by whom negotiations for such acquisitions are to be prosecuted; and he is hereby duly authorized to do any and all things necessary and proper to procure acquisition of, and to accept, the property approved for transfer by the Department of Health, Education, and Welfare for The University of Texas.

BE IT FURTHER RESOLVED that The University of Texas is ready, willing and able, and is hereby authorized to pay all external administrative expenses incident to the transfer of said property; and to assume immediate care and maintenance thereof.

BE IT FURTHER RESOLVED that three certified copies of this Resolution be furnished to the Regional Representative, Division of Surplus Property Utilization, Department of Health, Education, and Welfare as evidence of the official action of the Board of Regents of The University of Texas in authorizing the application for and acquisition of said property.

IN TESTIMONY WHEREOF we hereunto sign our names and attach the seal of said institution for it and in its behalf this

_____ day of _____, 1965.

ATTEST:

BOARD OF REGENTS OF
THE UNIVERSITY OF TEXAS

Betty Anne Theford, Secretary

By _____
W. W. Heath
Chairman

C E R T I F I C A T E

I hereby certify the above to be a true and correct copy of a Resolution passed and adopted by the Board of Regents of The University of Texas in a meeting held on the _____ day of May, 1965.

Betty Anne Theford, Secretary

ITEM NO. 7Committee of the WholeSUBJECT: Arlington State College: Group Insurance Coverage for EmployeesRECOMMENDATION
(Suggested Minute Order by Secretary)

Arlington State College employees had group insurance coverage under A. & M. University System contracts with the following:

<u>Type of Coverage</u>	<u>Name of Company</u>
1. Group Hospitalization and Major Medical Insurance	Pan American Life Insurance Company
2. Group Life Insurance	Republic National Life Insurance Company
3. Group Disability Income Insurance	Continental Casualty Company
4. Group Accidental Death and Dismemberment Insurance	Commercial Insurance Company of Newark, New Jersey

After Senate Bill 407 had passed the Legislature but prior to signing by the Governor, Mr. Joseph C. Kennedy, System Personnel Adviser, had been carrying on negotiations with the A. & M. University System administration and representatives of the above-named insurance companies. "Letters of Agreement" from the four insurance companies have been secured which permit continuance of the plans as set out below for the Arlington State College employees providing the same benefits and premium rates as previously provided under the master policies issued to Texas A. & M. University System:

1. Group Hospitalization and Major Medical Insurance for the period through August 31, 1965.
2. Group Life Insurance for the period through August 31, 1965.
3. Group Disability Income Insurance through September 30, 1965 (the proposed University of Texas Group Long-Term Disability Insurance Plan being recommended to the Board of Regents at this meeting would become effective October 1, 1965).
4. Group Accidental Death and Dismemberment Insurance for the period through August 31, 1966 (The University of Texas does not have a group policy for this coverage, and it is recommended that the plan be available to Arlington State College employees for at least one more fiscal year, during which time the Administration studies the feasibility of a University of Texas System plan of this type).

These "Letters of Agreement" were approved upon recommendation of Vice-Chancellor Dolley, concurred in by Chancellor Ransom, and copies are in the Secretary's Files, Volume XII, Page _____.

ITEM NO. 8Committee of the Whole

SUBJECT: Main University, Concessions Contract for Athletic Events:
Proposal of Ex-Students' Association

RECOMMENDATION
 (Suggested Minute Order by Secretary)

The Committee of the Whole approved the following recommendation of Chancellor Ransom that

1. The Board of Regents authorize an expansion of the present contract with the Ex-Students' Association to provide concessions service at all athletic events in Memorial Stadium, Clark Field, Penick Courts, and Gregory Gymnasium.
2. The contract be between the Board of Regents of The University of Texas and the Ex-Students' Association.
3. The Executive Committee of the Board of Regents be authorized to approve the contract after recommendation and approval by the Athletic Council and Central Administration.
4. The Chairman of the Board of Regents be authorized to sign the contract after approval by the Executive Committee of the Board.
5. The Ex-Students' Association be authorized, through Campus Services, Inc., to negotiate a contract with a vendor or concessionaire to furnish the vending services required with the understanding that such contract shall be approved by the Athletic Council, the University Attorney, and Chancellor Ransom or Vice-Chancellor Dolley.

PROPOSAL
 (As Submitted by Administration)

Mr. Franklin W. Denius, President of the Ex-Students' Association, has advised Dr. Ransom under date of May 6, 1965, that the Ex-Students' Association is negotiating with the Athletic Council to provide concessions service at all athletic events in Memorial Stadium, Clark Field, Penick Courts, and Gregory Gymnasium.

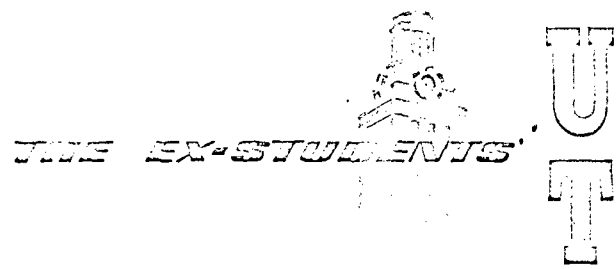
Mr. Denius recommends that the Board of Regents consider expanding the present contract existing between the Ex-Students' Association and the Board of Regents of The University of Texas to include concessions in Memorial Stadium, Clark Field, Penick Courts, and Gregory Gymnasium, which are presently excluded from our contract with the Ex-Students' Association.

Mr. Denius's letter and proposed draft of the contract for concessions at athletic events are presented for your consideration.

(On the following page)

The Athletic Council is to meet on June 2 for consideration of the proposed contract, since the existing contract for concession sales expires May 31, 1965, and Mr. Landrum has learned from Professor Neils Thompson, Chairman of the Athletic Council, that the Council is looking with favor to a contract with the Ex-Students' Association, provided the terms can be negotiated.

For the information of the Regents, the income from concessions under the present contract was \$28,179.88 in 1963 and \$28,654.40 in 1964. The present contract is with Texas Concession Company (J. C. Wallis of Rockdale, Texas) and is a four-year contract expiring May 31, 1965, with a guarantee of \$16,000 per year to the Athletic Council, or 35.1% of gross sales and rentals, whichever is greater.



THE EX-STUDENTS' ASSOCIATION
 The University of Texas
 P. O. Box 7278, University Station; Austin, Texas 78712

President
 FRANK W. DENIUS, '49
 P. O. BOX 1148
 AUSTIN, TEXAS

First Vice President
 BEAUMONT STINNETT, '23
 P. O. BOX 1467
 AMARILLO, TEXAS

Second Vice President
 CHARLES S. COATES, '35
 RT. 1, BOX 170
 CHAPPELL HILL, TEXAS

Executive Director
 JACK R. MAGUIRE, '44
 BOX 7278, UNIVERSITY STATION
 AUSTIN, TEXAS 78712

May 6, 1965

CHANCELLOR'S OFFICE U. OF T.
 Acknowledged
 MAY 6 1965
 [Handwritten signature]

Dr. Harry Ransom, Chancellor
 The University of Texas
 Main Building 102

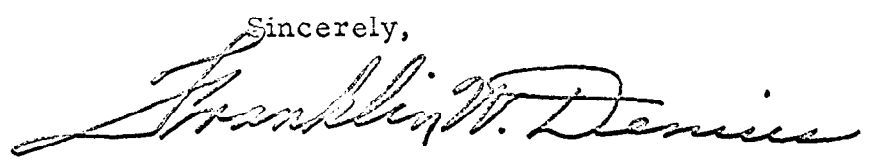
Dear Dr. Ransom:

The Ex-Students' Association of The University of Texas has been conducting negotiations for several weeks with the Athletic Council concerning a contract to provide concessions service at all athletic events. Jack Maguire, the Executive Director of The Association, has met with the Athletic Council and details of the proposal are now being worked out between the Athletic Council and Mr. Maguire's office.

In order to facilitate the negotiations, we respectfully request that the Board of Regents at its May meeting consider enlarging the present contract existing between The Ex-Students' Association and the Board of Regents of The University of Texas covering the operation of vending machines. This contract specifically excludes concessions in Memorial Stadium, Clark Field, Gregory Gymnasium, and so forth, and this exclusion will need to be removed before we can formally conclude a new contract covering these concessions.

With this letter I am enclosing a draft of a suggested contract under which the Athletic Council will permit The Ex-Students' Association to operate the concessions. Except for minor changes, this contract appears to be acceptable both to the Athletic Council and to the Executive Council of The Ex-Students' Association. For that reason, may I respectfully request that the Board of Regents grant its approval to this suggested contract with the understanding that the details will be worked out by the Athletic Council and The Association as quickly as possible.

We need this early action by the Board of Regents so that we can proceed with the remodeling and refurbishing of stands and make other arrangements which we believe necessary to provide a first-class concessions operation at The University of Texas.

Sincerely,

 Franklin W. Denius
 President

THE STATE OF TEXAS §
COUNTY OF TRAVIS §

This MEMORANDUM AGREEMENT by and between THE UNIVERSITY OF TEXAS ATHLETIC COUNCIL, by _____, Business Manager of Athletics, called "COUNCIL", and THE EX-STUDENTS' ASSOCIATION OF THE UNIVERSITY OF TEXAS, called "ASSOCIATION",

W I T N E S S E T H:

WHEREAS, it has been proven by the experience of other universities that vending operations that are conducted by one operation only is by far the most efficient and of greater service to the students and to the university; and

WHEREAS, Association represents that it has the knowledge, ability and personnel to properly conduct vending operations in Memorial Stadium, Clark Field, Penick Courts and certain events under the jurisdiction of the Council in Gregory Gymnasium, and Council, on reliance of such assurance in Association's record of service and helpfulness to the University, is willing to contract in such capacity on the terms and agreements hereinbelow expressed:

NOW, THEREFORE, for and in consideration of the mutual benefits and the covenants herein, the parties hereto agree:

(1) Association agrees to undertake faithfully to perform and conduct the operations of vending services in Memorial Stadium, Clark Field and intercollegiate athletic events under the jurisdiction of Council, and Gregory Gymnasium, and will perform all duties incident to such program, whether itself or through its assignees or vendors, in keeping with the policies and rules of the Council, the University of Texas and the provisions of this contract.

(2) Council hereby grants the sole and exclusive right to Association to manage the operation of all vending services

in Memorial Stadium, Clark Field, Penick Courts and intercollegiate athletic events under the jurisdiction of the Athletic Council in Gregory Gymnasium, but it is understood and agreed that this right shall not extend to food and cold drinks sold in the new "T" Lettermen's Lounge at Memorial Stadium, the same being hereby excluded and shall not be subject to the provisions of this agreement.

(3) Association agrees to sell cold drinks, coffee, ice cream, sandwiches, hot dogs, peanuts, crackerjacks, pop corn, snow cones, cigarettes, cushions, chair banks, cotton candy, other candy, sun visors, donuts, novelties and souvenirs, and other similar items including the sale of programs and musical records. All vending operations shall be operated in conformity with all federal, state and local building, health and other applicable laws. All soft drinks and food products vended shall conform in all respects to local, state and national laws relating to the adulteration of food and drink and, in all respects, shall be suitable for human consumption.

(4) Association agrees to give first preference to University of Texas students as salesmen and no employee shall be less than sixteen (16) years of age unless a special exception is made by Association only after careful screening of the applicant. All personnel working in the concession stands and salesmen in the Stadium, Field and Gymnasium will wear distinctive uniforms (coats, caps and/or aprons) furnished by Association.

(5) Association agrees to use its influence to obtain or continue jobs for the Athletic Department in the plants of those companies from which it might purchase its supplies.

(6) Association agrees to furnish free soda water, hot coffee, and cushions to those in the press box during each athletic event, but the cost shall be charged against the operation.

(7) That the use of all concession stands which The University of Texas now owns, in connection with the sale of concessions, is hereby given in the sale of concession rights. The University

of Texas does not own any cushions, buckets, trays, baskets, or cold drink cooling boxes. All of these items are to be furnished by Association. A partial list of items that must be furnished by the concessionaire include:

- (a) Complete hot dog equipment for seven locations, including gas and water connections.
- (b) Ten Thousand (10,000) cushions.
- (c) Ninety (90) large cold drink cooling boxes.
- (d) Badges and 600 trays and baskets for venders.
- (e) Three large trucks.
- (f) Coffee urns and pop corn machines.

Association agrees to furnish the latest and best equipment available.

(8) Association agrees that no price higher than that shown below shall be charged for products listed:

Coffee	10¢	Chair Backs	50¢
Cold Drinks (Premix)		Pop Corn	15¢
Small Cup (7 oz.)	10¢	Snow Cones	10¢
Large Cup (14 oz.)	20¢	Cigarettes	35¢
Ice Cream	15¢	Cushions	25¢
Sandwiches	25¢	Cotton Candy	10¢
Hot Dogs (10 dogs to a lb)	25¢	Other Candy	10¢
Peanuts (1 3/4 oz. package)	15¢	Sun Visors	25¢
Crackerjacks	15¢	Donuts	10¢

The prices charged shall be posted conspicuously at booths.

Venders must offer both 10¢ and 20¢ size cold drinks in the stands and in all concession booths.

The price of items to be sold, not specifically mentioned, shall be mutually agreed upon by the Association and The University of Texas Athletic Council. The products sold by Association shall be standard nationally advertised products of first-class standard grade, and all meats shall be U.S. good or better grade. Only premix cold drinks by the various standard recognized bottling companies will be sold. All other cold drinks, including premix cold drinks, such as Coca Cola, Dr. Pepper, and 7-Up shall be provided at all places. In general conduct of the concessions, including not only the prices to be charged, but also the places and circum-

stances in which the concession shall be operated and the general manner of the operation thereof, the primary objective shall be neither the revenue yielded The University of Texas hereby nor profits to Association hereunder, but instead shall be service to the public patronizing the athletic events referred to, in making available to them at fair prices and under appropriate circumstances the things which the concessionaire is authorized hereunder to sell.

It is understood and agreed that Council and Association will review the price to be charged during the ensuing school year for each item listed or referred to above during the month of August of each year during the term of this contract. A new schedule of prices shall be agreed to by both parties hereto and will thereafter be incorporated as a part of this contract.

(9) Association agrees that when serving customers, cold premix drinks shall be sold in paper cups. All drinks taken into the stands will have a cover over each individual cup.

(10) That the number of men who will be employed by Association at the locations named above will be a reasonable number, and a list of the men working at each event will be left at the ticket office, Gregory Gym 103, on the morning of the game.

(11) Association agrees to file with the University of Texas Athletic Council an itemized, notarized report of gross receipts, following each contest, not later than three days following each contest. Gross receipts shall be based on the prices shown in Article 6, or as from time to time amended. The University of Texas reserves the right to audit before, during and after each contest.

(12) Association agrees to carry at its own expense a public liability policy to the extent of \$ _____, protecting against any liability incurred by reasons of the concession operation, together with product liability insurance in such amount or amounts customarily carried by business ventures of this type with the amounts and types to be approved by Council.

(13) Association's responsibility shall be to dispose of the trash and garbage incident to the concession, seeing to it that the same is in closed containers, and shall also be responsible for picking up empty bottles and paper cups which might be scattered around the concession stands. Association further agrees to clean or cause to be cleaned and hosed down each concession stand, its counters and equipment, and floor areas or ground areas in front of and adjacent to it.

(14) Association agrees that any permanent improvements or additions to the present concession stands which might be made by the concessionaire shall become the property of The University of Texas at the end of the concession contract. However, any permanent structures, together with all plumbing and electrical installations, are to be performed by University of Texas maintenance staff and billed to Association. The cost thereof is to be added to the cost of operations.

(15) In the operation of concessions described herein, Association shall act as an independent contractor and for its own account and not as an agent or representative or employee of The University of Texas. The University of Texas shall not be responsible for wages or salaries of any employee or representative of the concessionaire or for any debts, liabilities, or other obligations of Association.

(16) That Association agrees to a termination of this contract, without penalty to either party, at the end of the first year, provided the operations of the concession rights by Association, in the opinion of The University of Texas Athletic Council, has not been satisfactory.

(17) Association agrees to pay The University of Texas each school year (September 1 to May 31) during the term of this contract the sum of Sixteen Thousand Dollars (\$16,000) per year as a guarantee for said concessions, plus all profits accruing from the operation after the payment of all expenses (cost of operation). The Ex-Students' Association agrees to pay the above

guarantee of \$16,000 by paying the University of Texas Athletic Council \$8,000 on December 1 and the other \$8,000 on May 31 of each of the years of the contract. When the guarantee of \$16,000 is exceeded, the Association will make additional payments of all of the net profits from the operation as outlined above.

(18) Association agrees to pay all cost of installation of all movable vending equipment. Council agrees to furnish or cause to furnish Association with electrical energy and water, free of cost. Association shall have the right to enter upon the premises of the University, referred to above, at all reasonable times for the purpose of servicing, repairing and inspecting its equipment and property and for the removal of such machinery upon termination of this agreement. All equipment shall be kept in a neat and sanitary condition at all times and Association shall cooperate with Council in handling sanitation problems.

(19) Association agrees to save Council harmless and free from any loss, cost, damage or expense arising out of any occurrence related to this venture and will indemnify Council against any damage or claim arising from the negligence of its employees, assignees, vendors, their agents or employees, or from any damage or claims suffered by breach of any express or implied warranty.

(20) Council shall have the right to audit the records of the Association at all reasonable times. In this connection, within forty-five (45) days after each fiscal year ending August 31, the Association shall submit to the Council a statement of the gross revenues by location derived by the Association during the preceding year, together with a detailed statement of all reasonable and necessary direct expenses incurred by Association under the terms of this contract.

(21) Association further agrees that it will upon the termination of this agreement and within reasonable time thereafter remove all machines placed on the premises and will restore the property to as nearly its original condition as possible.

(22) This contract shall become effective immediately upon its execution. After September 1, 1966, this agreement shall remain in effect from year to year from September 1 through August 31 of the following year, unless notified in writing by the mutual agreement of the parties hereto, or terminated by either party upon giving ninety (90) days written notice to the other party.

(23) All the rights and privileges hereby granted to Association shall be transferred or assigned only after obtaining the written consent of Council to such transfer or assignment, and any attempt to transfer or assign the same without having first obtained such written consent shall be sufficient cause to cancel this contract. Permission, however, is granted to Association to assign this contract and all rights incident thereto to Campus Services, Inc., a subsidiary of Association existing under the laws of the State of Texas with its principal place of business in Austin, Travis County, Texas. Association shall at all times remain responsible for the full performance of all obligations under this contract.

(24) This contract contemplates that Association or Campus Services, Inc., may contract with a vendor or concessionaire to furnish vending services at the locations and places hereinabove described and any such agreement shall be approved by the Council prior to execution.

EXECUTED this _____ day of _____, 1965.

THE UNIVERSITY OF TEXAS
ATHLETIC COUNCIL

By: _____

THE EX-STUDENTS' ASSOCIATION
OF THE UNIVERSITY OF TEXAS

By: _____

COMMITTEE OF THE WHOLE - EXECUTIVE SESSION
SUPPLEMENTARY AGENDA
May 21-22, 1965

Page No.

VI. SUPPLEMENTARY ITEMS FOR EXECUTIVE
SESSION

A. Land Acquisition Program

1. Appropriations for Certain Building
Projects and for Land Acquisition Program 1
2. Establishment in Appropriation Account 2

B. Main University

3. Appointment of Tommy Ford to Succeed
Pat Culpepper, resigned, Intercollegiate
Athletics 3

C. Oral Reports by Doctor Hackerman 4

4. Rental of Space, Main University
5. McDonald Observatory Program, Equipment,
and Building
6. Computation Programs

NOTE: Only distributed to Regents and Chancellor Ransom.

ITEM NO. VI. 1.Committee of the Whole

SUBJECT: Land Acquisition Program: Appropriations for Certain Building Projects and for Land Acquisition Program

RECOMMENDATION
(Suggested Minute Order by Secretary)

To be Supplied Later.

PROPOSAL
(As Submitted by Administration)

Chancellor Ransom recommends that the appropriations made from the Available University Fund for the following projects, in the amounts indicated, be withdrawn and that appropriations from Proceeds of Permanent University Fund Bonds be authorized in the same amounts for the respective projects:

- | | |
|---------------------------------|---------------------|
| 1. New Geology Building | \$ 300,000.00 |
| 2. Biological Sciences Building | <u>2,200,000.00</u> |

Amount returned to Available University Fund Unappropriated Balance; amount authorized from Proceeds of Permanent University Fund Bonds	<u>\$2,500,000.00</u>
---	-----------------------

Therefore, with the source of funds switch from Available University Fund cash to Proceeds from Permanent University Fund Bonds, on these projects, Chancellor Ransom further recommends that the amount of \$2,500,000.00 be appropriated from the Available University Fund Unappropriated Balance to the appropriation account entitled "Main University Land Acquisition Program Authorized by the 59th Legislature, 1965."

EXECUTIVE SESSION

ITEM NO. VI. 2.Committee of the WholeSUBJECT: Land Acquisition Program: Establishment in Appropriation AccountRECOMMENDATION
(Suggested Minute Order by Secretary)

To be Supplied Later.

PROPOSAL
(As Submitted by Administration)

Since the 59th Legislature, 1965, has authorized a land acquisition program at the Main University, Chancellor Ransom recommends that the Board of Regents authorize an appropriation account to be established entitled "Main University--Land Acquisition Program Authorized by 59th Legislature, 1965."

Chancellor Ransom further recommends that payments for property acquired, appraisal fees, negotiator fees, closing costs, court costs, if any, abstract costs, and other necessary expenses in connection with the land acquisition program be authorized from this account.

In order that funds may be available as soon as possible, an initial appropriation of \$1,000,000 to the account is requested from the Available University Fund Account No. 63-8350-N entitled "Reserve for Land Acquisition" which was originally reserved for the purpose now recommended.

EXECUTIVE SESSION

ITEM NO. VI. 3.

Committee of the Whole

SUBJECT: Main University: Appointment of Tommy Ford to Succeed Pat Culpepper, resigned, Intercollegiate Athletics

RECOMMENDATION
(Suggested Minute Order by Secretary)

The minute order as such would not normally appear in the minutes but would appear in the subsequent docket. As I understand it this would be informal approval to go ahead with the appointment of Tommy Ford as Assistant Football Coach effective _____, at an annual salary rate of \$6,000, to replace Pat Culpepper, resigned April 4, 1965, whose annual salary rate was \$7,000. Below is the proposal of the Athletic Council, approved by Vice-Chancellor Hackerman and concurred in by Chancellor Ransom.

PROPOSAL
(As Submitted by Administration)

May 10, 1965

Dr. Norman Hackerman
Vice-Chancellor for
Academic Affairs
Main Building 102



Dear Dr. Hackerman:

As you will recall, at the time we hired Pat Culpepper, I said that should we ever lose Pat, in all probability we would not want to fill this position. A number of events have taken place which have caused me to change my opinion.

Because of our embarrassment over the probation on which we were put for minor violations in recruitment, I feel now that it is necessary for us to have a coach in the office at all times. This man will keep the loose ends tied together and will check constantly to make sure we do not violate any rules of recruitment.

Keeping this man at home all the time will throw us short in our various recruiting areas over the state, if we do not fill the vacancy created by Pat Culpepper. For this reason, I would like to recommend that we hire Tommy Ford at an annual salary of six thousand dollars. Pat had been approved for a salary of seven thousand dollars before he left for the University of Colorado.

I have contacted all members of the Athletics Council, and they are unanimous in requesting approval of hiring Tommy.

Sincerely

Darrell Royal
Darrell Royal

So recommend. Important in re recruiting activities. NH
5/12

"So recommend. Important in re recruiting activities. NH"

EXECUTIVE SESSION

ITEM NO. VI. 4Committee of the WholeSUBJECT: Oral Reports by Doctor Hackerman

Doctor Hackerman will present oral reports on the following:

1. Rental of Space, Main University
2. McDonald Observatory Program, Equipment and Building
3. Computation Programs

FOR REGENTS' USE



OFFICE OF THE CHANCELLOR
THE UNIVERSITY OF TEXAS
AUSTIN, TEXAS

May 18, 1965

MEMORANDUM TO THE EXECUTIVE COMMITTEE

Mr. Brennan, Chairman
Dr. Connally
Mr. Erwin
Mrs. Johnson
Rabbi Olan

Attached is the eighteenth interim report relating to adjustments to the 1964-65 budgets that under Rule 10 require advance Regental approval.

As of this date, Budget Rules and Procedures Item 10 (1) requires Regental approval for a salary rate increase of \$1,000 or more to an individual. Item 13 (3) c. provides, in addition, that:

"A salary rate increase resulting from an appointment to another classification or to a position involving new and different duties can be made effective to the time of the first performance of duties under the new appointment."

Item 13 (3) d. provides that:

"Any increase in an approved salary rate for the current fiscal year without a change in classification or position can not become effective prior to the first day of the month in which the required final approval of the rate change is obtained."

Effective dates of salary increases and appointments are controlled under the provisions quoted above.

Budget amendments are requested for the following component institutions with the justifications supplied by the institutional head concerned.

CENTRAL ADMINISTRATION

2. System Personnel Office (Transfer from W.C.I. Balance)

MAIN UNIVERSITY

220. Wiley S. Olsen (Defense Research Laboratory)

221. Balcones Research Center (Transfer into Travel)

MEDICAL BRANCH

31. Robert G. Lockerman (Housekeeping)

MEMORANDUM TO THE EXECUTIVE COMMITTEE

SOUTHWESTERN MEDICAL SCHOOL

22. David P. Nicholson (Internal Medicine)

M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE

18. David S. de Jongh (NCI - Pathology)

19. G. Sheldon Green (NCI - Pathology)

ARLINGTON STATE COLLEGE

1. Auxiliary Enterprises - Hospital Service (Transfer from Balances)

2. Personnel Office (Presented to Executive Committee in lieu of a Budget Docket for the May 21-22 meeting)

3. Auxiliary Enterprises - Athletic Facilities. (Transfer from Balances)

I recommend approval.



Harry Ransom
Chancellor

HR:mm

APPROVED: _____
(Date)

DISAPPROVED: _____
(Date)

EXCEPTIONS (IF ANY): _____

APPROVED: _____
(Date)

DISAPPROVED: _____
(Date)

EXCEPTIONS (IF ANY): _____

Walter P. Brenan, Chairman
Executive Committee

Member

cc: Mr. Heath
Chancellor's Office

CENTRAL ADMINISTRATION
 AMENDMENTS TO 1964-65 BUDGET
 Source of Funds: Departmental Appropriations
 (Unless Otherwise Indicated)

Item No.	Explanation	Present Status	Proposed Status	Effective Dates
2.	System Personnel Office - Other Staff Benefits Transfer of Funds	From: Workmen's Compensation Insurance Balance	To: Compensation Benefits for Injury Account	
	Amount of Transfer	\$ 20,000	\$ 20,000	---

CENTRAL ADMINISTRATION
AMENDMENTS TO 1964-65 BUDGET
ITEM EXPLANATION AND JUSTIFICATION

2. System Personnel Office - Other Staff Benefits. Transfer from W.C.I. Balance.

The appropriation for this fiscal year for the payment of Compensation Benefits for Injury was \$65,000.00. As of March 31, 1965, there was a free balance of \$40,715.07. However, due to disbursements on two recent court cases, other rather extensive medical charges, and a large pending compensation claim, the records in this office indicate that a balance of \$6,450.36 remains in this account as of April 23, 1965. The above amount of \$20,000.00 is requested in order to have sufficient funds in the Compensation Benefits for Injury Account to make payments through August 31, 1965, and to provide adequate reserve for payment of unexpected claims.

MAIN UNIVERSITY
 AMENDMENTS TO 1964-65 BUDGETS
 Source of Funds - Departmental Appropriations
 (Unless Otherwise Specified)

Item No.	Explanation	Present Status	Proposed Status	Effective Dates
220	Wiley S. Olsen Defense Research Laboratory	Technical Staff Assistant I (7/10 T)	Research Engineer Associate II (F.T.)	
	Salary Rate	\$ 3,072	\$ 7,104	6/1/65
221.	Balcones Research Center - Administration Section Transfer of Funds	From: B.R.C.- Maintenance and Equipment	To: B.R.C.-Travel	
	Amount of Transfer	\$ 300	\$ 300	---

MAIN UNIVERSITY
AMENDMENTS TO 1964-65 BUDGETS
ITEM EXPLANATION AND JUSTIFICATION

The following statements justifying and explaining the recommended amendments to the budget were furnished to Dr. Hackerman by the appropriate administrative officials, as indicated. Dr. Hackerman concurs in these recommendations.

220. Wiley S. Olsen. Assistant Director Krick writes:

"Mr. Wiley Olsen is employed at Defense Research Laboratory as a Technical Staff Assistant I. He has been employed at DRL since 11 July 1960, on a part and full-time basis while pursuing his education at The University of Texas. Mr. Olsen will be awarded the B. S. degree in Electrical Engineering at the end of the current semester.

"Mr. Olsen's experience at DRL includes design of filter, amplifier and signal generator circuits. He is familiar with programming the analog computer and has run problems involving the use of the analog computer. Since April 1964, he has worked in the installation and operation of field test equipment and microwave installations. His experience is particularly pertinent to DRL's needs at this time in the Field Test Section of the Radar Division. Mr. Olsen is considered to be fully qualified by experience and abilities to fill this position."

221. Balcones Research Center - Administrative Section. Transfer into a Travel Account. Director Thompson writes:

"Normally the funds for travel have been adequate and I had so scheduled my trips to enable me to stay within the funds appropriated, but unexpectedly a Department of Commerce meeting on State Science and Technology, which I did not anticipate this year, has again developed. In February of 1964, I was appointed by Governor Connally to represent him at the First Annual National Conference on State Science and Technology. This year, he has again requested that I represent Texas at the Second Annual Conference.

"I feel that much benefit was derived to the University from my attendance last year and I am sure that this will be experienced from this year's conference. I should add that my report on the conference received wide distribution by Governor Connally.

"I had hoped that I could make this trip in conjunction with other matters such that I would not have to draw upon Research Center travel funds, but unfortunately, the timing is not just right. It seemed to me that the best approach was to transfer just enough funds to the travel account necessary for this trip."

MEDICAL BRANCH
 AMENDMENTS TO 1964-65 BUDGETS
 Source of Funds - Departmental Appropriations
 (Unless Otherwise Specified)

Item No.	Explanation	Present Status	Proposed Status	Effective Dates
31.	Robert G. Lockerman Housekeeping (p. 168)	Executive House- keeper	Director of Custodial and Laundry Services	
	Salary Rate	\$ 9,240	\$ 10,400	4/1/65

MEDICAL BRANCH
 AMENDMENTS TO 1964-65 BUDGETS
 ITEM EXPLANATION AND JUSTIFICATION

Dr. Blocker presents the following statements in support of the recommended budget amendments:

31. Robert G. Lockerman.

"Upon the retirement of our laundry manager last February, I assigned the operation of the laundry to Mr. Robert G. Lockerman on an interim basis in addition to his duties as executive housekeeper. Mr. Lockerman has held the position of executive housekeeper here for the past nine years and is thoroughly familiar with the housekeeping and laundry operations at this institution. In addition, he has had twelve years experience in the direction and supervision of custodial services at Veterans Administration hospitals.

"In addition to the coordination required between housekeeping and laundry in connection with the supply, distribution and control of linen at this institution, the proposed transfer of other functions to the laundry building (i.e. assembly of surgical packs, preparation of surgical gloves for reuse, sewing and linen repairs, etc.) will require greater joint utilization of custodial and laundry personnel.

"Mr. Lockerman has done several things to speed up the flow of linen to and from patient care areas during the past three months and, with the assistance of Mr. Robert C. Hope, assistant executive housekeeper, is developing plans for the operation of the additional functions mentioned above.

"Consequently, I recommend that the following organization and position change be accomplished to provide for the direction of the overall custodial and laundry services at the University of Texas Medical Branch.

<u>Robert G. Lockerman</u>		
Executive Housekeeper	Change to	Director of Custodial & Laundry
(pay Range \$7800-9600)		Services (Unclassified Position)
Current Salary: \$9,240		Salary: \$10,400

"I feel that the above proposal provides for the direction and utilization of housekeeping and laundry personnel on a more efficient and economical basis."

SOUTHWESTERN MEDICAL SCHOOL
 AMENDMENTS TO 1964-65 BUDGETS
 Source of Funds - Departmental Appropriations
 (Unless Otherwise Specified)

Item No.	Explanation	Present Status	Proposed Status	Effective Dates
22.	David P. Nicholson Internal Medicine (p. 23)	Assistant Professor	Assistant Professor	
	Salary Rate	\$ 14,000	\$ 15,500	6/1/65
	Source of Funds: American Medical Association Education and Research Foundation Grant.			

SOUTHWESTERN MEDICAL SCHOOL
AMENDMENTS TO 1964-65 BUDGETS
ITEM EXPLANATION AND JUSTIFICATION

Dr. Gill presents the following statements in support of the recommended budget amendments:

22. David P. Nicholson.

"Due to the appointment of Dr. Charles LeMaistre as Associate Dean, it has been necessary for Dr. David Nicholson, Assistant Professor of Internal Medicine, to assume many of the duties formerly assigned to Doctor LeMaistre at Woodlawn Hospital. Specifically, Doctor Nicholson is assuming, in addition to former duties, the responsibility for the house officer training program, the teaching program for senior medical students, and direct supervision of the intensive care unit for pulmonary diseases."

M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE
 AMENDMENTS TO 1964-65 BUDGETS
 Source of Funds - Departmental Appropriations
 (Unless Otherwise Specified)

Item No.	Explanation	Present Status	Proposed Status	Effective Dates
18.	David S. de Jongh National Cancer Institute (Pathology) (p.60) Salary Rate Source of Funds: NCI Training Grant	Fellow in Pathology \$ 8,000	Fellow in Pathology \$ 11,500	7/1/65
19.	G. Sheldon Green National Cancer Institute (Pathology) (p.60) Salary Rate Source of Funds : NCI Training Grant	Fellow in Pathology \$ 8,000	Fellow in Pathology \$ 11,500	7/1/65

M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE
AMENDMENTS TO 1964-65 BUDGETS
ITEM EXPLANATION AND JUSTIFICATION

Dr. Clark presents the following statements in support of the recommended budget amendments:

18. David S. de Jongh.

19. G. Sheldon Green.

"Drs. David S. de Jongh and G. Sheldon Green are currently completing their second year of fellowship under the National Cancer Institute Training Grant No. CA05114-04, and are recommended for reappointment to a third year of training.

"The increases in stipend from \$8,000.00 per annum to \$11,500.00 per annum are brought about by two factors which have been authorized in this training grant. The first is a specified increase in basic stipend of \$2,000.00 per annum as the result of their promotion from the second to the third year fellowship level. The second, involving an increase of \$1,500.00 per annum, is a result of new grant provisions providing for three dependency allowances of \$500.00 each.

"Doctors de Jongh and Green are well qualified for the positions recommended, and we are pleased to offer them the level of stipend which this grant has made possible."

ARLINGTON STATE COLLEGE
 AMENDMENTS to 1964-65 BUDGETS
 Source of Funds - Departmental Appropriations
 (Unless Otherwise Specified)

Item No.	Explanation	Present Status	Proposed Status	Effective Dates
1.	Auxiliary Enterprises - Hospital Service (p. 152) Transfer of Funds	From: Hospital Service Balances (via Estimated Income)	To: Hospital Service - Other Expenses	
	Amount of Transfer	\$ 3,000	\$ 3,000	---
2.	Personnel Office Budget: Director of Personnel Norman W. Minter (12 Months rate, \$ 8,500)		<u>Amount</u> \$ 2,125	6/1/65 - 8/31/65
	Other Expenses		250	
	Capital Outlay		<u>300</u>	
	Total		<u>\$ 2,675</u>	
	Source of Funds: Transfer from Office of Director of Business and Finance - Other Expenses			
3.	Auxiliary Enterprises - Athletic Facilities (p. 146) Transfer of Funds	From: Athletic Balances - \$7,392 Wages - 791 Capital Outlay - <u>114</u> <u>\$8,297</u>	To: Other Expenses <u>\$8,297</u>	---

ARLINGTON STATE COLLEGE
AMENDMENTS TO 1964-65 BUDGETS
ITEM EXPLANATION AND JUSTIFICATION

Dr. Woolf presents the following statements in support of the recommended budget amendments:

1. Auxiliary Enterprises - Hospital Service (Transfer from Balances).

Business and Finance Director Barnes, in justifying the detail of the increase in budget for the Hospital Service, states that: "This increase was made necessary by the fact that we need to purchase additional supplies for our new Health Center which will open in September. We have ample money in this account to increase the budget by \$3,000."

2. Personnel Office Budget.

It is recommended that a Personnel Office be established at Arlington State College as soon as possible. Mr. Joseph C. Kennedy was asked to assist in locating a Personnel Director, and he has recommended the appointment of Mr. Norman Minter, who currently serves as Employment Supervisor in the Main University Personnel Office. It is generally agreed that the Director's position not be included in the Classified Pay Plan.

3. Auxiliary Enterprises - Athletic Facilities. (Transfer from Balances.)

It is recommended that this transfer be made to provide necessary funds required for operating expenses during the remainder of this fiscal year. Funds are available from unappropriated athletic balances.

THE UNIVERSITY OF TEXAS
OFFICE OF THE COMPTROLLER
AUSTIN 78712

SUPPLEMENT TO
RECOMMENDATIONS TO REGENTS'
BUILDINGS AND GROUNDS COMMITTEE
(Continued)

May 13, 1965

24. M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE - POSSIBLE AUTHORIZATION TO FILE APPLICATIONS FOR FEDERAL FUNDS IN CONNECTION WITH REMODELING OF PRESENT BUILDING AFTER COMPLETION OF MAJOR ADDITIONS AND ALTERATIONS NOW UNDER CONSTRUCTION.-- By letters to Chancellor Harry H. Ransom dated April 9, 1965 and April 27, 1965, Dr. R. Lee Clark, Director of M. D. Anderson Hospital and Tumor Institute, has recommended that MacKie and Kamrath, Architects of Houston, Texas, be authorized to proceed with plans required to support applications to various federal agencies, for funds to remodel various areas of the existing building, when the present contract with Manhattan Construction Company for Major Additions and Some Alterations is completed, with matching funds to come from Unappropriated Surplus or other funds.

Dr. Clark's recommendations indicate that the work recommended to be done by MacKie and Kamrath would cover remodeling work on approximately 65,000 square feet of the existing building, at an estimated cost of \$30.00 per square foot, or a total of \$1,950,000.00.

The Board of Regents, at their meeting on September 19, 1964, ratified and approved recommendations of the Executive Committee that a contract award in the amount of \$7,066,000.00 be made to the Manhattan Construction Company of Texas, Houston, Texas, covering "Major Additions and Some Alterations and Remodeling to M. D. Anderson Hospital Building and Remodeling of Physical Plant Area and Some Animal Areas in M. D. Anderson Hospital Building". The same recommendations also covered setting up a contingency allowance of \$145,000.00 for change orders over and above the \$7,066,000.00.

It is the firm opinion of Comptroller Sparenberg and Vice-Chancellor Dolley that this recommendation should not be approved until much more complete and specific justifications are presented. \$30.00 per square foot for remodeling only seems very high, even for M. D. Anderson Hospital, particularly in view of the great amount of remodeling work already done at various times in the present building.

Furthermore, it is the firm opinion of Comptroller Sparenberg and Vice-Chancellor Dolley that the MacKie and Kamrath monopoly on work at M. D. Anderson Hospital and Tumor Institute has gone on long enough, and should be stopped. If the work on plans recommended is done at all, it should be done by the Consulting Architects, in accordance with the usual practice on preliminary plans, etc. to support government applications; and if working drawings on this work are officially authorized later, the Associate Architect should be chosen from a list submitted as a joint recommendation of the Comptroller and the Consulting Architects, also in accordance with the usual practice.

The estimated date of completion of the work on Major Additions and Alterations now being done by Manhattan Construction Company is January, 1967.

THE UNIVERSITY OF TEXAS
OFFICE OF THE COMPTROLLER
AUSTIN 78712

SUPPLEMENT TO
RECOMMENDATIONS TO REGENTS'
BUILDINGS AND GROUNDS COMMITTEE
(Continued)

May 13, 1965

25. DENTAL BRANCH - PROPOSED NEW RAMP FOR RECEIVING AREA - REPORT OF ESTIMATED COSTS, ETC. AND RECOMMENDATION FOR APPROPRIATION, APPOINTMENT OF ARCHITECT, ETC.--At the October 23-24, 1964 meeting of the Board of Regents, Dean Olson told the Buildings and Grounds Committee that, in view of the limited access to the receiving ramp at the Dental Branch, partially caused by the construction of the additions to the M. D. Anderson Hospital Building, it was highly desirable to build another ramp to the receiving area at the Dental Branch, and he asked that approval be given to exploring further the possibility of excavating an unexcavated portion of the East side of the building, and building a new delivery ramp to the Dental Branch Building. This request was approved, with the understanding that Dean Olson would come back to the Buildings and Grounds Committee at a later meeting with a report on estimated costs, sources of funds, etc.

Dean Olson has now submitted to Comptroller Sparenberg estimates of construction costs from three construction companies covering the addition of approximately 7,200 square feet of basement space plus the construction of the proposed new service ramp for the receiving area. These estimates of construction costs, covering both jobs, run from a low of \$55,000 to a high of \$102,000, with the best informed guess of our own people at Houston and Austin being \$73,500, to which would have to be added 6% for architectural and engineering fees.

In the opinion of the Comptroller's Office and the Chancellor's Office, the physical situation plus the need for additional storage, etc. fully justify the doing of this work. It is recommended, therefore, that the Consulting Architects be authorized to go to work on preliminary plans, outline specifications, etc. on this work. Dean Olson has indicated that funds for this project would come from Plant Funds Unexpended (Dental Branch Account No. 795), which at the present time has a balance of \$79,315.57. This amount is the unappropriated surplus which remains from the construction of the present Dental Branch Building.

THE UNIVERSITY OF TEXAS
OFFICE OF THE COMPTROLLER
AUSTIN 78712

SUPPLEMENT TO
RECOMMENDATIONS TO REGENTS'
BUILDINGS AND GROUNDS COMMITTEE
(Continued)

May 17, 1965

26. MAIN UNIVERSITY - APPOINTMENT OF CONSULTING ENGINEERS TO MAKE LONG-RANGE STUDY OF FUTURE NEEDS FOR POWER, HEATING, COOLING, ETC.--For approximately six months, the subject above indicated has been under study and consideration by Mr. Eckhardt and his staff, Main University Business Manager Colvin, the Comptroller's Office, and the Chancellor's Office. Also, this matter has been discussed by Comptroller Sparenberg with the Consulting Architects, Brooks, Barr, Graeber, and White, Mr. W. Sim Gideon, General Manager of the Lower Colorado River Authority, Mr. Victor Braunig, Engineer of San Antonio, Texas, formerly the long-time General Manager and Superintendent of the San Antonio Public Service Company, now the head of the San Antonio River Authority, and other engineers.

It is thought by the University staff members above indicated that the proposed study should look 20 years ahead, or in other words, to 1985; and it is contemplated that the requests for proposals, if authorized, will include some fairly detailed specifications, based primarily on the recommendations of Mr. Eckhardt, but also including some ideas of Mr. Colvin, the Comptroller's Office, and the Chancellor's Office.

Specifically, it is recommended that Comptroller Sparenberg be authorized to call for proposals covering the long-range study above indicated from the companies and firms listed below:

1. Stone and Webster, Inc., Boston, New York, Houston, etc.
2. Gibbs and Hill, New York, Houston, etc.
3. Ebasco Services, Inc. (Subsidiary or division of Electric Bond and Share Company), New York, Dallas, etc.
4. Sargent and Lundy, Chicago
5. Burns and Roe, New York
6. Ford, Bacon, and Davis, New York

After these proposals have been received and studied, recommendations will be submitted to the Board of Regents later in regard to an award and to an appropriation, presumably from the Available University Fund, to cover the fees and traveling expenses involved. At this point, the approximate cost of such a long-range survey is unknown, but it is assumed that the cost could run anywhere from \$20,000 to \$50,000.00.

27. MAIN UNIVERSITY - PROPOSED EXPANSION OF STUDENT HEALTH CENTER BUILDING.-- At the request of Dr. Paul L. White, Director of the Student Health Center, Mr. Jack Holland, Dean of Students, and Mr. James H. Colvin, Business Manager, and with the concurrence of the Chancellor's Office, Comptroller Sparenberg has authorized Consulting Architects Brooks, Barr, Graeber, and White to do schematic drawings and conduct preliminary studies with Dr. White, et al, relating to the pressing needs of the Main University Student Health Center for additional space and facilities and some remodeling of present spaces and facilities. Dr. White apparently is satisfied that the hospital beds now available in the Student Health Center Building are sufficient to handle a Main University enrollment of at least 30,000 students; apparently the most pressing needs at the present time are for additional space and facilities to handle outpatients (meaning doctor's offices, waiting rooms, etc.), pharmacy medical records, business office, radiology, etc.

Recommendations will be made to the Board of Regents later in regard to formal authorization for the preparation of official preliminary plans, outline specifications, and cost estimates, after the Consulting Architects, et al have completed the preliminary studies now under way, and after more definite information is available in regard to the approximate square footage needed in new construction, the approximate square footage needed in remodeling, the estimated cost thereof, and proposed sources of funds.

THE UNIVERSITY OF TEXAS
OFFICE OF THE COMPTROLLER
AUSTIN 78712

SUPPLEMENT TO
RECOMMENDATIONS TO REGENTS
BUILDINGS AND GROUNDS COMMITTEE
(Continued)

May 17, 1965

28. MAIN UNIVERSITY - PROPOSED WAREHOUSE FOR HOUSING AND FOOD SERVICE.--
The recommendations quoted below have been made by Mr. McConnell and Mr. Colvin,
have been approved by Vice-Chancellor Hackerman, and are concurred in by the
Comptroller's Office and the balance of the Chancellor's Office:

"At the present time this Division has two dead storage areas, both
inadequate. The first area contains about 7,000 sq. ft. of storage
located at Little Campus, about half on the second floor; the second
is the supply, storage, and repair and maintenance shops for the
apartments located on the Brackenridge Tract. This storage-shop area
will be even more inadequate with the completion next year of the
Colorado Apartments and subsequently the new proposed 1,000 occupant
dormitory.

"Mr. F. C. McConnell and I recommend that we seek authorization to
construct an inexpensive warehouse type building containing about
15,000 sq. ft., similar to the Records Storage Building, on the
Brackenridge Tract, which will be used for the following purposes:

1. General warehouse for use by all units within the Division
of Housing and Food Service.
2. Shop area and supply storage for use by University Apartments.
3. Fence in an adjacent area for use as a Motor Pool for shop
vehicles and outside storage.

"We further recommend that this project be approved, with the cost not
to exceed \$60,000.00, and the funds to come from Account 28-8328-F
Reserve - Division of Housing and Food Service - Major Repairs,
Remodeling and Replacement, and Operating Reserve, and that the Phys-
ical Plant staff be authorized to prepare the working drawings and
specifications.

"The exact location on the Brackenridge Tract would be determined in
consultation with the Comptroller and the Consulting Architects."

29. MAIN UNIVERSITY - RENTAL OF OFFICE SPACE FOR RESEARCH SECTION OF
REHABILITATION RESEARCH AND TRAINING CENTER IN MENTAL RETARDATION - DEPARTMENT
OF EDUCATIONAL PSYCHOLOGY.--The recommendation quoted below has been made by
Dr. William G. Wolfe, Chairman of the Department of Educational Psychology, has
been approved by Dr. Wayne H. Holtzman, Dean of the College of Education, Vice-
Chancellor Hackerman, and Comptroller Sparenberg:

In accordance with the Rules and Regulations of the Board of
Regents, I wish to request permission to rent space off campus in which
to house the Research Section of our newly approved Rehabilitation
Research and Training Center in Mental Retardation. The new Center is
being funded through a grant of \$183,790 made to The University of Texas
by the Vocational Rehabilitation Administration of the Department of
Health, Education, and Welfare.

This grant (VRA Grant - No. RT-12) was made effective beginning
April 15, 1965 and will continue until April 14, 1966, with the under-
standing that it should be renewed annually up to a period of five
years. In the approved budget submitted as part of this grant, there
appears an item of \$3,600.00 per year for rental of space. In the
Account Numbers established by the Auditor's Office for this grant,
this cost of rental item is in Account Number 26-2035-0950, "Other
Expenses."

We have contacted three sources of available rental space and the bids which have been submitted on 750 to 900 square feet of furnished office space are attached to this letter. It is our desire to rent the space which is available from Mr. G. Harris Brush at 2410 San Antonio Street at the monthly rate of \$200.00 because it not only is the least expensive but it also is designed in such a manner that a most efficient research operation will be possible.

Since the cost of renting this space has been approved as part of our grant and since the monies involved are not State appropriated funds, I trust that we may have your approval of this request at your earliest convenience.

Mr. Brush's proposal of \$200.00 per month covers approximately 900 square feet of space on the second floor of a brick building at 2410 San Antonio Street, including office equipment, furniture, and furnishings. The other two proposals received covered approximately 750 square feet, furnished, at \$285.00 per month and approximately 900 square feet at \$450.00 per month.

THE UNIVERSITY OF TEXAS
OFFICE OF THE COMPTROLLER
AUSTIN 78712

SUPPLEMENT TO
RECOMMENDATIONS TO REGENTS'
BUILDINGS AND GROUNDS COMMITTEE
(Continued)

May 19, 1965

30. MAIN UNIVERSITY - AWARD OF CONTRACTS FOR BIOLOGICAL SCIENCES BUILDING.--
In accordance with authorization given at the Regents' Meeting held March 13, 1965, bids were called for and were opened and tabulated on May 13, 1965, as shown on the attached tabulation sheets. After careful consideration of the bids by all concerned, it is recommended by the Consulting Architects, Brooks and Barr, the Associate Architects, Jessen, Jessen, Millhouse, Greeven, and Crume, Dr. Wilson S. Stone, Comptroller Sparenberg, Vice-Chancellor Hackerman, Vice-Chancellor Dolley, and Chancellor Ransom that award of contracts be made, as follows:

General Contract		
B. L. McGee Construction Company, Austin, Texas		
Base Bid	\$1,511,000.00	
Less Alternate G-3	<u>18,000.00</u>	\$1,493,000.00
Plumbing, Heating, Air Conditioning, and Ventilating Contract		
J. M. Boyer, Inc., Austin, Texas		
Base Bid	908,613.00	
Less Alternate P-1	2,000.00	
Less Alternate P-2	<u>5,000.00</u>	901,613.00
Electrical Contract		
O. H. Cummins Electric Company, Austin, Texas		
Base Bid	421,849.00	
Less Alternate E-1	<u>275.00</u>	421,574.00
Elevator Contract		
Otis Elevator Company, Dallas, Texas		
Base Bid		87,748.00
Laboratory Equipment Contracts:		
Environmental Chambers Contract		
Hotpack Corporation, Philadelphia, Pennsylvania		
Base Bid	292,125.00	
Less Alternate LE-a-1	<u>72,746.00</u>	219,379.00
Sterilizers Contract		
American Sterilizer Company, Erie, Pennsylvania		
Base Bid		57,543.00
Built-in Laboratory Equipment Contract		
Royal School Laboratories, Inc., Richmond, Virginia		
Base Bid	577,786.00	
Less Alternate LE-c-2	51,816.00	
Less Alternate LE-c-3	<u>437.00</u>	525,533.00
Library Equipment Contract		
Abel Contract Furniture and Equipment Company, Inc., Austin, Texas		
Base Bid		<u>19,454.00</u>
Total Recommended Contract Awards		<u>\$3,725,844.00</u>

All of the above recommended contract awards are to the low bidder except in the case of the Library Equipment Contract. In this case, approximately 35%, dollarwise, of the items offered by the low bidder, W. C. Hixson Company of Dallas, Texas, were not in accordance with the specifications, and, hence, this bid could not be accepted.

The contract awards recommended above, plus Architects' Fees thereon and estimated amounts for movable furniture and equipment, contingencies, and miscellaneous expenses, will exceed by approximately \$75,000.00 the total amount of \$4,000,000.00 appropriated for this project. It is further recommended by all of those listed above that an additional appropriation of \$80,000.00 be made to this project from proceeds of Permanent University Fund Bonds, in order that there will be no further deletion of Laboratory Equipment which is believed to be essential to the proper functioning of the building.

Since Federal funds are being used on this project, and the regulations regarding all or part of these funds do not allow the placing of a Contingency Allowance within the contracts, it is further recommended that an amount of \$75,000.00 be approved for use as a Contingency Allowance, with the Comptroller having the authority, as usual, to sign change orders to these contracts not to exceed this amount, and to pay the regular Architects' Fees thereon.

It is understood that all the contract awards recommended above are subject to the required Federal agency approvals.

BIOLOGICAL SCIENCES BUILDING
 MAIN UNIVERSITY OF THE UNIVERSITY OF TEXAS
 AUSTIN, TEXAS

Bids Opened: 2:30 P. M., Thursday, May 13, 1965

GENERAL CONTRACT

Bidder	Base Bid	Alternate G-1 Suspended Basement Floor Add	Alternate G-2 Glazed Tile Corridors	Alternate G-3 Omit Plaza Development Deduct
T. C. Bateson Construction Company, Dallas, Texas	\$1,523,800.00	\$24,000.00	±\$37,000.00	\$17,000.00
Allen M. Campbell Company General Contractors, Inc., Tyler, Texas	1,626,000.00	20,000.00	+ 72,000.00	18,000.00
J. C. Evans Construction Company, Inc., Austin, Texas	1,567,925.00	15,155.00	+ 53,888.00	16,000.00
B. L. McGee Construction Company, Austin, Texas	1,511,000.00	21,000.00	+ 55,000.00	18,000.00
Stokes Construction Com- pany, San Marcos, Texas	1,621,261.00	22,322.00	+ 19,000.00	18,000.00
Warrior Constructors, Inc., Houston, Texas	1,566,000.00	20,000.00	+ 54,000.00	16,500.00

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

ELEVATOR CONTRACT

Bidder	Base Bid
Hunter-Hayes Elevator Company, Dallas, Texas	\$88,536.00
Otis Elevator Company, Dallas, Texas	87,748.00
Westinghouse Electric Corporation - Elevator Division, Dallas, Texas	96,814.00

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

ELECTRICAL CONTRACT

Bidder	Base Bid	Alternate E-1 Equipment Wiring Deduct
J. S. Copeland Electric Company, Inc., Houston, Texas	\$482,932.00	\$800.00
O. H. Cummins Electric Company, Austin, Texas	421,849.00	275.00
Dean Johnston, Inc., Austin, Texas	444,852.00	150.00
Walter A. Tew Electric, Inc., Austin, Texas	443,545.00	900.00

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

BIDS ON BIOLOGICAL SCIENCES BUILDING (Continued)

MECHANICAL CONTRACT

Bidder	Heating, Air Conditioning, Ventilating Base Bid	Plumbing Base Bid	Heating, Air Conditioning, Ventilating, Plumbing Base Bid (Comb. Bid)	Alternate P-1 Equipment Piping Deduct	Alternate P-2 Plaza Sprinklers Deduct
J. M. Boyer, Inc., Austin, Texas	\$425,419.00	\$ No Bid	\$ 908,613.00	\$2,000.00	\$5,000.00
The Emde Company, Houston, Texas	419,543.00	--	--	--	--
Fox-Schmidt, Austin, Texas	--	528,300.00	--	3,200.00	1,720.00
Porter Plumbing and Heating Company, Austin, Texas	463,949.00	607,554.00	1,045,620.00	900.00	4,000.00
C. G. Puryear, Austin, Texas	--	502,600.00	--	1,700.00	1,400.00

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

STERILIZERS CONTRACT

Bidder	Base Bid	Bidder's Bond or Cashier's Check
American Sterilizer Company, Erie, Pennsylvania	\$57,543.00	5% Bond
Wilmot Castle Company, Rochester, New York	66,038.00	\$3,500.00 Check

ENVIRONMENTAL CHAMBERS CONTRACT

Bidder	Base Bid	Alternate LE-a-1 Omit some Chambers Deduct	Bidder's Bond
Lab-Line Instruments, Inc., Melrose Park, Illinois	\$341,785.00	\$80,839.00	5%
Taylor Manufacturing Company, Taylor, Texas	374,300.00	92,895.00	\$19,000.00
Hotpack Corporation, Philadelphia, Pa.	292,125.00	72,746.00	15,000.00

LIBRARY EQUIPMENT CONTRACT

Bidder	Base Bid	Alternate LE-d-1 Compo Stacks Add	Bidder's Bond
Abel Contract Furniture and Equipment Company, Inc., Austin, Texas	\$19,454.00	\$ No Bid	5%*
W. C. Hixson Company, Dallas, Texas (a)	16,441.00	No Bid	5%
Hamilton Manufacturing Company, Two Rivers, Wisconsin	19,687.00	8,890.00	\$35,000.00 *

*These bonds covered also a bid on Built-in and Miscellaneous Laboratory Equipment (a) This bid carried a note which qualified the bid to the extent that it did not substantially comply with specifications

BIDS ON BIOLOGICAL SCIENCES BUILDING (Continued)

BUILT-IN AND MISCELLANEOUS LABORATORY
EQUIPMENT CONTRACT

	Base Bid	Alternate LE-c-1 Use Plasta- Flex tops and sinks on some Equipment Add	Alternate LE-c-2 Omit Equip- ment in some labs Deduct	Alternate LE-c-e Omit equipment in some environ- mental Chambers Deduct	Bidder's Bond
Abel Contract Furni- ture and Equipment Company, Inc., Austin, Texas	\$617,869.00	\$22,988.00	\$60,824.00	\$620.00	5% *
Royal School Labora- tories, Inc., Richmond, Virginia	577,786.00	18,194.00	51,816.00	437.00	5%
Hamilton Manufacturing Company, Two Rivers, Wisconsin	599,000.00	13,726.00	54,312.00	419.00	\$35,000.00*
Prassel Manufacturing Company, San Antonio, Texas	762,867.00	No Change	52,150.00	150.00	5%

*These bonds covered also a bid on Library Equipment

AMENDMENT
to
MINUTES OF MARCH 12-13, 1965

Substitute for Page 9 of the Minutes of the Meeting held on March 12-13, 1965, the following amendment. The paragraph relating to the Policy relating to the sale of trust fund real estate etc. is the revised portion.

REPORT OF LAND AND INVESTMENT COMMITTEE (See below for adoption.) --Committee Chairman Madden presented the following report of the Land and Investment Committee which included the recommendations of the Administration (Attachment No. 1), a report of the items listed for discussion, and a report of the meeting on Thursday afternoon with representatives from Andrews County:

Attachment No. 1. --The Land and Investment Committee approves and recommends to the full Board the adoption of the Administration's recommendations (Attachment No. 1) to the Committee with the following amendment.

Hogg Foundation: Will C. Hogg Memorial Fund - Proposal from W. Howard Lee et al, Lessees, for Purchase of Land Covered by their Town House Lease in Houston or Extension of Term of Lease (Page L-17). --It is recommended that the offer from W. Howard Lee et al for either the purchase of land covered by their Town House Lease at Allen Parkway and Waugh Drive in Houston, Texas, or their proposal for an extension of their present lease not be accepted and that the staff so advise Mr. Lee to this effect and advise him that the Board will consider any better proposals that Mr. Lee et al may wish to make.

Policy re the Sale of Trust Fund Real Estate, the Sale of Trust Fund Securities That Are Not on The University's Approved List, and the Sale of Oil and Gas Leases Covering Trust Fund Lands. --The Land and Investment Committee discussed policy and procedures governing the sale of trust fund real estate, the sale of trust fund securities that are not on the University's approved list, and the sale of oil and gas leases covering trust fund lands. The Committee decided by vote that regardless of any past policy of the Board of Regents, in the future it will not necessarily be the policy of the Board to sell trust fund real estate or trust fund securities that are not on the University's approved list in order to convert such real estate or securities into securities that are on the University's approved list. More particularly, it was formally voted that the question of whether or not to convert trust fund real estate and trust fund securities not on the University's approved list into securities that are on the University's approved list will not be determined by any pre-existing policy but will be determined by a consideration of the circumstances in each case. The Committee voted to continue its study of policy and procedures governing the sale of oil and gas leases covering trust fund lands.

Pyote Air Force Base (Easement No. 186) .--With reference to the Pyote Air Force Base (Easement No. 186), it is recommended by the Land and Investment Committee that the University express its willingness to lease to the Texas Youth Council the land covered by the Pyote Air Force Base after these facilities are acquired from the General Services Administration and authorize the Executive Committee to work this out with firm assurance that any money expended for the facilities will be recovered.

Andrews and Gaines Counties, Boundary Dispute .--Committee Chairman Madden reported that letters to the lessees regarding the boundary dispute of Andrews and Gaines Counties will be mailed next week.

Grazing Leases on University Lands: Procedures Discussed;

Andrews County Delegation. --He also reported that on Thursday afternoon the Land and Investment Committee met with Senator H. H. (Doc) Blanchard, Representative R. G. Pendleton, and representatives from Andrews County re procedures followed in granting grazing leases on University Lands. It was a very enlightening and educational discussion. The Land and Investment Committee has asked the staff to restudy the existing policy and make any suggested changes they deem proper to the Board of Regents.

Adoption of Report. --The foregoing report of the Land and Investment Committee and the recommendations contained therein were unanimously adopted upon motion of Regent Madden, seconded by Regent Brennan. (Attachment No. 1 is appended following Page HB-1)

May 19, 1965

Land and Investment Committee

TRUST AND SPECIAL FUNDS - REAL ESTATE MATTERS

MAIN UNIVERSITY - ARCHER M. HUNTINGTON MUSEUM FUND - RECOMMENDATION FOR JOINDER IN EASEMENT FOR ROAD ON PROPERTY SOLD TO WILLIAM W. SHERRILL, TRUSTEE.--As authorized by the Board of Regents on November 9, 1963, and May 23, 1964, Chairman Heath executed a Deed on May 28, 1964, covering the surface estate to 276.7 acres in the Samuel C. Burdick League, Galveston County, out of the Huntington Lands, to William W. Sherrill, Trustee, for total consideration of \$210,000, \$63,000 being paid in cash and the remainder of \$147,000 being evidenced by Note signed by Mr. Sherrill, as Trustee, and endorsed individually by Mr. Sherrill, Welcome W. Wilson, Jack E. Wilson, and John W. Goyen, Jr., payable in ten annual installments of \$14,700 each with interest of 7% per annum with full on-or-before privileges. The Note is secured by a vendor's lien and a Deed of Trust, the Deed of Trust providing in part as follows:

"(10) Grantor does hereby reserve the right and privilege to subdivide the Mortgaged Properties into lots and blocks or reserves for residential, commercial or other appropriate purposes and further reserves the right and privilege to dedicate streets, alleys and easements, as well as establish restrictions and similar covenants, with respect thereto; and provided all laws, rules, regulations and ordinances of each governmental authority having jurisdiction thereof are fully complied with, Beneficiary agrees and will ratify and confirm any such subdivision, dedication of streets, alleys and easements and establishment of restrictions and similar covenants, for the purpose of subordinating the liens securing said note to any such subdivision, dedication or restrictions, and Beneficiary agrees and will join Grantor in the execution of any map or plat or other legal instrument evidencing any such subdivision, dedications or restrictions in order to evidence the agreements of Beneficiary as set forth herein."

This land has been known as Wilson Point in West Galveston Bay and is separated by a channel from the mainland. Mr. Sherrill and his associates have now announced plans to develop this area, including acreage bought from others, as Tiki Island and wish to build a bridge and road into the property at a total estimated cost of around \$200,000. This will be a public road maintained by the County. The dedication of the road involves a strip 100' wide and amounting to 2.189 acres on the property covered by the University's lien. Mr. Sherrill has requested that the Board of Regents join in the dedication as to the 2.189 acres for purposes of subordination of its lien, and it is recommended that the Chairman be authorized to execute the instrument when approved as to form by the University Attorney and as to content by the Endowment Officer. It is further recommended that the Chairman be authorized to join on behalf of the Board of Regents in other dedications or easements that are in compliance with the Deed of Trust when requested so to do by Mr. Sherrill or his successors in title.

The Deed of Trust further provides for release by the University of acreage covered by the lien in not less than tracts of 10 contiguous acres upon receipt of 150%, times the number of acres to be released, times the principal balance on the note, divided by the number of acres subject to the lien immediately prior to the lease. It is further recommended that the Chairman of the Board of Regents be authorized to execute releases, when requested, with payment as provided in the Deed of Trust.