

29

MATERIAL SUPPORTING THE AGENDA

Volume XVa

September 1967- December 1967

This volume contains the Material Supporting the Agenda furnished to each member of the Board of Regents prior to the meetings held on September 13-14, October 27-28, and December 7-8, 1967.

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
Agenda

Meeting Date: September 13-14, 1967

Meeting No.: 655

Name:

Official Copy

CALENDAR
BOARD OF REGENTS
OF
THE UNIVERSITY OF TEXAS SYSTEM

Date: September 13-14, 1967

Place: Room 611, Library Building
U. T. Arlington, Arlington, Texas

Until all items for the Agenda have been submitted, it is impossible to prepare a calendar. Thus, the Calendar will be prepared and included with the Supplementary Agenda Material. However, the meeting is scheduled to begin at 9:00 a. m. on Wednesday morning and to be over no later than noon on Thursday, September 14, 1967.

CALENDAR
BOARD OF REGENTS
OF
THE UNIVERSITY OF TEXAS SYSTEM

Place: Room 611, Library Building *
The University of Texas at Arlington
Arlington, Texas

** Telephone No.: U. T. Arlington - CR 5 3211, Ext. 211

Date: September 13-14, 1967

Wednesday, September 13, 1967

9:00 a. m.	Executive Committee
9:15 a. m.	Medical Affairs Committee
10:00 a. m.	Buildings and Grounds Committee
11:00 a. m.	Academic and Developmental Affairs Committee
12:00 noon	Lunch and Special Report on U. T. Arlington
2:15 p. m.	Trustees of the Winedale Stagecoach Inn Fund and the Ima Hogg Foundation
2:30 p. m.	Land and Investment Committee
3:30 p. m.	Committee of the Whole-- Executive Session - Room 635
4:45 p. m.	Meeting of the Board (NOTE: In case the committee meetings are not concluded on Wednesday, they will be continued on Thursday morning, and the Board meeting will be held when they are concluded.)

NOTE: Though the time may vary, the meetings will follow in this order.

* All committee meetings will be in this room unless otherwise indicated.

** Inn of the Six Flags Area Code: 817
CR 4 5591

Executive Committee

EXECUTIVE COMMITTEE

Date: September 13, 1967

Time: To be designated in the Supplementary Agenda Material.

Place: To be designated in the Supplementary Agenda Material.

No items have been submitted for consideration by the Executive Committee. The report of the interim actions taken by the Committee will be included in the Supplementary Agenda Material.

EXECUTIVE COMMITTEE

Supplementary Agenda

Date: September 13, 1967
Time: 9:00 a. m.
Place: Room 611, Library Building, U. T. Arlington

REPORT OF INTERIM ACTIONS

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2. U. T. El Paso: Award of Contract to Guldemann Construction and Engineering, Inc. , for Addition to Physical Plant Building (31-M-66)	3
3. U. T. Austin, Galveston Medical Branch, Dallas Medical School, Houston Dental Branch, and Anderson Hospital: Amendments to the 1966-67 Budgets (15-B-66) and (17-B-66)	3
4. U. T. Austin: 1967-68 Budget for Texas Petroleum Research Committee (16-B-66)	7

REPORT OF INTERIM ACTIONS

Below is a report of the interim actions that have been approved by the Executive Committee since the Committee's last report on July 29, 1967:

1. U. T. Austin: Minutes of the Board of Directors of TSP, Inc., Including 1967-68 Budget (30-M-66). --Approval was given to the minutes of the meeting of the Board of Directors of Texas Student Publications, Inc., held on June 19, 1967. The following items in the minutes which require Regental consideration were thereby approved:
 - a. The 1967-68 Budget for Texas Student Publications, Inc., at The University of Texas at Austin and rates with a total proposed net income of \$3,825. (A copy of the 1967-68 TSP Budget is in the Secretary's Files, Volume XIV.)
 - b. The solicitation of advertising for Riata, student literary magazine, at rates to be determined after study by the TSP Advertising Department.

2. U. T. El Paso: Award of Contract to Guldemann Construction and Engineering, Inc., for Addition to Physical Plant Building (31-M-66). --A contract was awarded to the low bidder, Guldemann Construction and Engineering, Inc., El Paso, Texas, for the addition to the Physical Plant Building at The University of Texas at El Paso, as follows:

Base Bid	\$75,219.00
Add Alternate No. 2 (Add Acoustical Ceiling in Printing Room)	<u>1,268.00</u>
Total Recommended Contract Award	<u>\$76,487.00</u>

3. U. T. Austin, Galveston Medical Branch, Dallas Medical School, Houston Dental Branch, and Anderson Hospital: Amendments to the 1966-67 Budgets (15-B-66) and (17-B-66). --Approval was given to the amendments to the 1966-67 Budget of U. T. Austin, Galveston Medical Branch, Dallas Medical School, Houston Dental Branch, and Anderson Hospital as follows and as set out on Pages 4-6 :

THE UNIVERSITY OF TEXAS AT AUSTIN
 AMENDMENT TO 1966-67 BUDGET
 Source of Funds - Departmental Appropriations
 (Unless Otherwise Specified)

Item No.	Explanation	Present Status	Proposed Status	Effective Dates
138.	Auxiliary Enterprises - Housing and Food Service - Littlefield Dormitory			
	Transfer of Funds	From: Unappropriated Balance - Housing and Food Service via Estimated Income	To: Salaries and Wages Raw Food General Expense Unallocated	\$ 4,250 6,990 2,231 <u>1,401</u>
	Amount of Transfer	\$14,872		<u>\$14,872</u> ---

THE UNIVERSITY OF TEXAS MEDICAL BRANCH AT GALVESTON
 AMENDMENTS TO 1966-67 BUDGET
 Source of Funds - Departmental Appropriations
 (Unless Otherwise Specified)

Item No.	Explanation	Present Status	Proposed Status	Effective Dates
20.	Joe A. Mascorro Anatomy Salary Rate	Electron Microscopy Technician II \$ 6,780	Electron Microscopy Technician II \$ 7,800	8/1/67
	Source of Funds: NIH Grant			
21.	Richard G. Benton Surgery Salary Rate	Research Assistant Professor \$11,500	Research Assistant Professor \$13,000	8/1/67
	Source of Funds: VRA Grant			

THE UNIVERSITY OF TEXAS SOUTHWESTERN MEDICAL SCHOOL AT DALLAS
 AMENDMENTS TO 1966-67 BUDGET

Source of Funds - Departmental Appropriations
 (Unless Otherwise Specified)

Item No.	Explanation	Present Status	Proposed Status	Effective Dates
40.	James A. Belli Radiology Salary Rate Source of Funds: U.S.P.H.S. Career Development Award	Assistant Professor \$19,000	Assistant Professor \$20,000	7/1/67
41.	Alan R. Hull Internal Medicine Salary Rate Source of Funds: U.S.P.H.S. Grant	Fellow \$ 7,500	Fellow \$10,000	7/1/67
42.	Lewis H. Lackner Internal Medicine Salary Rate Source of Funds: U.S.P.H.S. Grant	Fellow \$ 8,000	Fellow \$11,000	7/1/67
43.	Frederick J. Oerther Internal Medicine Salary Rate Source of Funds: U.S.P.H.S. Grant	Fellow \$ 7,500	Fellow \$ 9,100	7/1/67
44.	Akira Ohneda Internal Medicine Salary Rate Source of Funds: U.S.P.H.S. Grant	Fellow \$ 7,500	Fellow \$ 8,500	7/1/67
45.	Burnell R. Brown Pharmacology Salary Rate Source of Funds: U.S.P.H.S. Grant	Fellow \$ 9,500	Fellow \$11,600	7/1/67
46.	Federico A. Dostal Pharmacology Salary Rate Source of Funds: U.S.P.H.S. Grant	Fellow \$ 7,800	Fellow \$ 8,800	7/1/67
47.	John R. Kinsinger Psychiatry Salary Rate Source of Funds: Terrell State Hospital Inter- agency Contract	Fellow \$ 500	Fellow \$ 3,000	7/1/67

Item No.	Explanation	Present Status	Proposed Status	Effective Dates
48.	Leslie E. Shelton, Jr. Psychiatry Salary Rate Source of Funds: Terrell State Hospital Inter- agency Contract	Fellow \$ 1,000	Fellow \$ 3,000	7/1/67
49.	Kenneth M. Wiggins Psychiatry Salary Rate Source of Funds: U.S.P.H.S. Contract	Fellow \$ 3,600	Fellow \$12,000	7/1/67
50.	Ronald L. Wathen Surgery Salary Rate Source of Funds: USPHS Grant	Fellow \$ 7,152	Fellow \$12,000	8/1/67

THE UNIVERSITY OF TEXAS DENTAL BRANCH AT HOUSTON
AMENDMENT TO 1966-67 BUDGET
Source of Funds - Departmental Appropriations
(Unless Otherwise Specified)

Item No.	Explanation	Present Status	Proposed Status	Effective Dates
5.	Thomas E. Daly Community Cancer Demonstration Project Salary Rate Source of Funds: USPHS Contract	Staff Dentist \$12,000	Staff Dentist \$13,200	8/1/67

THE UNIVERSITY OF TEXAS M.D. ANDERSON HOSPITAL AND TUMOR INSTITUTE
AT HOUSTON
AMENDMENTS TO 1966-67 BUDGET
Source of Funds - Departmental Appropriations
(Unless Otherwise Specified)

Item No.	Explanation	Present Status	Proposed Status	Effective Dates
29.	Joseph G. Sinkovics Medicine Salary Rate Source of Funds: NIH Grant	Associate Internist; Associate Professor \$22,000	Associate Internist; Associate Professor \$25,000	7/1/67
30.	Leon L. Dmockowski Virology Salary Rate	Virologist; Professor \$20,500	Virologist; Professor \$21,750	7/1/67

4. U. T. Austin: 1967-68 Budget for Texas Petroleum Research Committee (16-B-66). -- Approval was given for the 1967-68 Budget for the Texas Petroleum Research Committee of The University of Texas at Austin, as follows:

BUDGET OF THE UNIVERSITY OF TEXAS AT AUSTIN DIVISION
TEXAS PETROLEUM RESEARCH COMMITTEE
Fiscal Year 1967-68
(12 Months)

ESTIMATED INCOME:	<u>1966-67</u>	<u>1967-68</u>
One-half of State Appropriation to Oil and Gas Division of Railroad Commission of Texas out of Special Fund known as Oil and Gas Enforcement Fund in State Treasury	\$60,000	\$60,000
TOTAL ESTIMATED INCOME:	<u>\$60,000</u>	<u>\$60,000</u>

ESTIMATED EXPENDITURES:

Item No.	Supplemental Data <u>1966-67</u>	Supplemental Data <u>1967-68</u>	Budget <u>1966-67</u>	Budget <u>1967-68</u>
			Director (Part Time)(A)
1.			Assistant Director I. H. Silberberg	\$14,000
2.			Administrative Secretary Judi Schluter	4,584
3.			Research Engineer Assoc. II William R. Smyth (3/4T. 9/1-8/31)	5,100
	\$ 8,160	\$ 8,160	Base Salary Rate (12 mos.)	6,120
4.			Herald W. Winkler (3/4T. 9/1-8/31)	5,140
	8,160	8,160	Base Salary Rate (12 mos.)	6,120
5.			Research Engineer Assoc. I T. C. Doerr (3/4T 9/1-8/31)	\$ 4,440
	\$ 7,104	\$ 7,440	Base Salary Rate (12 mos.)	\$ 5,580
6.			W. T. Speller (1/2T. 9/1-5/31; Full Time 6/1-8/31)	---
	---	7,440	Base Salary Rate (12 mos.)	4,650
7.			Robert J. Naas (3/4T. 9/1-8/31)	4,043
	6,468	6,780	Base Salary Rate (12 mos.)	5,085
8.			John L. Mendell (1/2T. 9/1-5/31; Full Time 6/1-8/31)	---
	---	6,780	Base Salary Rate (12 mos.)	4,238

ESTIMATED EXPENDITURES: (continued)

Item No.	Supplemental Data		Budget	Budget
	1966-67	1967-68	1966-67	1967-68
9.			4,042	4,237
			<u>(1/2T. 9/1-5/31;</u>	
			Full Time 6/1-8/31)	
	6,468	6,780	Base Salary Rate (12 mos.)	
			Material, Equipment, Travel,	
			Publications, and Wages	
			(hourly)	
			<u>7,209</u>	<u>2,670</u>
			<u>\$60,000</u>	<u>\$60,000</u>
			TOTAL BUDGET	

(A) Paid from TPRC-A&M Division

**Academic and Developmental Affairs
Committee**

ACADEMIC AND DEVELOPMENTAL AFFAIRS COMMITTEE

Date: September 13, 1967

Time: To be designated in the Supplementary Agenda Material.

Place: To be designated in the Supplementary Agenda Material.

1. U. T. System: Report by Mr. Blunk on Development Board and Report by Dr. Kozmetsky and Mr. Blunk on Gift from Loeb and Rhoades Company. 2
2. U. T. System: Chancellor's Docket No. 18. 2
3. U. T. System: Out of State Travel Authorization (Rules and Regulations, Part Two, Chapter III, Section 13.39). 3
4. Regents' Rules and Regulations, Part Two: Amendment, Chapter III, Section 13.39 (Exception to Per Diem Allowance). 4
5. Houston Dental Branch: Reappointment of Dr. A. P. Westfall as Chairman of Preventive Dentistry (Orthodontistry) - Exception to the Regents' Rules and Regulations, Part One, Chapter III, Section 31. (15). 5

1. U. T. SYSTEM: REPORT BY MR. BLUNK ON DEVELOPMENT BOARD AND REPORT BY DR. KOZMETSKY AND MR. BLUNK ON GIFT FROM LOEB AND RHOADES COMPANY.

2. U. T. SYSTEM: CHANCELLOR'S DOCKET NO. 18. --In conformity with the Regents' Rules and Regulations, Part One, Chapter I, Section 8.64, Page 8, the Secretary distributed Chancellor's Docket No. 18 to all members of the Board on August 25, 1967, together with a ballot to be returned on September 8, 1967 (14 days after distributed). The results of the ballot will be reported at the meeting of the Academic and Developmental Affairs Committee. Since the ballots are not received in time to report in the regular manner in MSA (Material Supporting the Agenda), the report will be delivered to you as an emergency item (canary yellow paper) at the meeting.

3. U. T. SYSTEM: OUT OF STATE TRAVEL AUTHORIZATION (RULES AND REGULATIONS, PART TWO, CHAPTER III, SECTION 13.39). --Below is a Xerox copy of Chancellor Ransom's recommendation in compliance with the designation of Administrative Officers from each of the component institutions of The University of Texas System who are entitled to reimbursement of actual expenses in or out of the state when traveling on official business:

OUT-OF-STATE TRAVEL AUTHORIZATIONS

Pursuant to action of the Board of Regents at its July 28-29, 1967 meeting, as recorded on pages 115-116 of the Minutes (Section 13.39 of Chapter III, Part Two, of the Rules and Regulations), the following individuals have been nominated by the appropriate institutional head to receive actual expenses for travel, not to exceed \$35.00 per day, when representing The University of Texas outside the boundaries of the State of Texas. Chancellor Ransom recommends approval by the Board of Regents.

The University of Texas at Austin:

Mr. James H. Colvin, Business Manager
Mr. Jens M. Jacobsen, Executive Director, Office of Sponsored Projects

The University of Texas at Arlington:

Dr. S. T. Keim, Jr., Vice President for Academic Affairs
Dr. W. H. Nedderman, Vice President for Research and Graduate Affairs

The University of Texas at El Paso:

Dr. Milton Leech, Vice President
Dr. Clyde J. Wingfield, Vice President

The University of Texas Medical Branch at Galveston:

Mr. Warren G. Harding, Vice-President for Administration
Mr. V. E. Thompson, Vice-President for Business Affairs

The University of Texas Southwestern Medical School at Dallas:

Mr. Rockwell Schulz, Associate Dean for Administrative and Hospital Affairs
Mr. Julius E. Weeks, Associate Dean for Business Affairs

The University of Texas Medical School at San Antonio:

Mr. Bruce Smith, Business Manager
Mr. Everitt Mahon, Assistant to the Dean

The University of Texas Nursing School at Austin:

(To be designated later)

The University of Texas Dental Branch at Houston:

Mr. John D. Wetsel, Business Manager
Dr. Barnet M. Levy, Director, Dental Science Institute

The University of Texas M. D. Anderson Hospital and Tumor Institute at Houston:

Mr. Joe E. Boyd, Jr., Administrator
Dr. Arthur I. Holleb, Associate Director (Education)

The University of Texas Graduate School of Biomedical Sciences
at Houston:

Dr. Grant Taylor, Dean, Division of Continuing Education

The University of Texas School of Public Health at Houston:
(To be designated later)

In addition to the individuals named above, Chancellor Ransom recommends that the following individual be included in the list of System administrative officers to receive actual expenses for travel, not to exceed \$35.00 per day, when representing The University of Texas outside the boundaries of the State of Texas: (See Item 4 below.)

Executive Director, Development Board

4. REGENTS' RULES AND REGULATION, PART TWO: AMENDMENT, CHAPTER III, SECTION 13.39 (EXCEPTION TO PER DIEM ALLOWANCE). --It is recommended that the Regents' Rules and Regulations, Part Two, Chapter III, Section 13.39 be amended by adding to the list of those to receive reimbursement for actual expenses the following when traveling on official business:

Executive Director of Development Board

5. HOUSTON DENTAL BRANCH: REAPPOINTMENT OF DR. A. P. WESTFALL AS CHAIRMAN OF PREVENTIVE DENTISTRY (ORTHODONTISTRY) - EXCEPTION TO THE REGENTS' RULES AND REGULATIONS, PART ONE, CHAPTER III, SECTION 31. (15). -- Below is a Xerox copy of Chancellor Ransom's recommendation for an exception to the Regents' Rules and Regulations, Part One, Chapter III, Section 31. (15), such exception being provided for in Section 31. (19) of the same chapter:

Dean Olson has written Dr. Ransom as follows:

Dr. A. P. Westfall, Chairman, Preventive Dentistry (Orthodontics), was 65 on April 2, 1967. We have been (and are) looking for a new chairman, but have not found a suitable person. Therefore, I should like to request permission for Dr. Westfall to continue as Chairman for the Year 1967-1968.

Chancellor Ransom and Vice-Chancellor LeMaistre concur in the recommendation of Dean Olson and request approval of the Board of Regents in accordance with Rules and Regulations of the Board of Regents, Part One, Chapter III, Section 31. (19), for Dr. Westfall to serve as Chairman of the Department of Preventive Dentistry (Orthodontics) for the fiscal year 1967-68.

ACADEMIC AND DEVELOPMENTAL AFFAIRS COMMITTEE

Supplementary Agenda

Date: September 13, 1967

Time: 11:00 a.m.

Place: Room 611, Library Building
U. T. Arlington, Arlington, Texas

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|---|-------------------------------|
| 6. U. T. Austin: Dual Position for Millard H. Ruud under Attorney General's Opinion No. C-550 | Below |
| 7. Dallas Medical School: Exception to the <u>Regents' Rules and Regulations</u> , Part One, Chapter III, Section 31.1 for James Hurd | 7 |

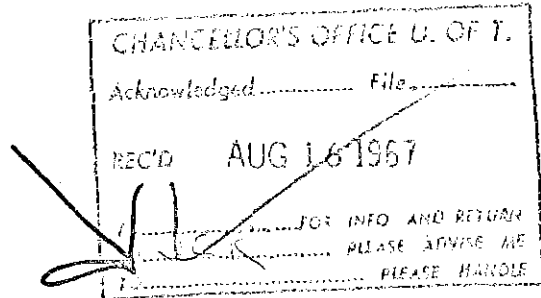
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6. U. T. Austin: Dual Position for Millard H. Ruud under Attorney General's Opinion No. C-550. --Chancellor Ransom recommends that an appropriate resolution be adopted for Millard H. Ruud, Professor of Law, to serve as Texas Commissioner to the National Conference of Commissioners on Uniform State Laws.

This recommendation complies with the Attorney General's Opinion No. C-550 relative to service on a state or federal board or commission by members of the faculty or administration of The University of Texas System within the meaning of Sections 12, 33, or 40 of Article XVI of the Constitution of Texas.

7. Dallas Medical School: Exception to the Regents' Rules and Regulations, Part One, Chapter III, Section 31.1 for James Hurd. -- Below is a Xerox copy of Chancellor Ransom's recommendation for an exception to the Regents' Rules and Regulations, Part One, Chapter III, Section 31.1 such exception being provided for in Section 31.(19) of the same chapter:

Chancellor Ransom and System Personnel Adviser Kennedy concur in the recommendation of Dean Sprague that Mr. James Hurd, Laboratory Helper in the Department of Physiology, be allowed to continue employment for the 1967-68 year, even though Mr. Hurd has passed his 75th birthday, for the reasons set out in Dean Sprague's letter of August 15 to Dr. Ransom. Approval by the Board of Regents is recommended.

Dr. Harry Ransom, Chancellor
The University of Texas
Austin, Texas 78712



Dear Dr. Ransom:


Mr. James Hurd, who has been a Laboratory Helper in our Department of Physiology, has now passed his 75th birthday and reached mandatory retirement age.

For several years Mr. Hurd has been working half time and Dr. S. M. McCann, Chairman of the Department of Physiology, reports that he has performed his duties as animal caretaker as well as ever. Dr. McCann has requested that he be permitted to continue for three reasons: (1) He is in debt and needs the money provided by his salary, (2) his doctor has advised him that it would be best for his health if he were to continue to work, and (2) he could not be replaced at a comparable cost to the University. He feels, therefore, that the best interests of the department as well as Mr. Hurd would be served if he could be continued.

According to Chapter 3, paragraph 31.(19), p. 45 of "Rules and Regulations of the Board of Regents" - "Upon recommendation of the institutional head and the chancellor, it (the Board of Regents) may by unanimous vote make exception to this rule."

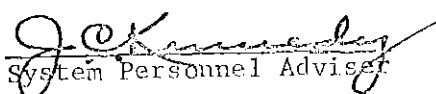
We hope that it will be possible for you and the Board of Regents to make an exception in this case so that Mr. Hurd can continue his services to Southwestern Medical School during the year 1967-68.

Sincerely,


Charles C. Sprague, M.D.
Dean

CCS/cs

The reasons given seem sufficient for making an exception. Approval is recommended.


System Personnel Adviser



Buildings and Grounds Committee

BUILDINGS AND GROUNDS COMMITTEE

Date: September 13, 1967

Time: To be designated in the Supplementary Agenda Material.

Place: To be designated in the Supplementary Agenda Material.

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U. T. SYSTEM

1. Revision of Architect Fee Payments 3

U. T. AUSTIN

2. Approval of Final Plans and Specifications
for Joe C. Thompson Conference Center 3

3. Approval for Construction of Addition to
Service Building and a Physical Plant Warehouse at
Balcones Research Center 3

4. Ratification of Award of Contract for
Furniture and Furnishings for the South Mall Office
and Classroom Building 4

U. T. ARLINGTON

5. Approval of Preliminary Plans for University
Hall 5

U. T. EL PASO

6. Ratification of Award of Contract to Ray Ward
and Son, El Paso, Texas, for Addition to Bell Hall
Kitchen 5

GALVESTON HOSPITALS

7. Award of Contract for Upgrading Air Conditioning
in Operating Suites of John Sealy Hospital and Additional
Appropriation Therefor 5

DALLAS MEDICAL SCHOOL

8. Award of Contracts for Addition to Physical
Plant Storage Building and Access Road and Service Drive
and Additional Appropriation Therefor 6

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ANDERSON HOSPITAL	B & G
9. Addition to Contingency Allowance of Contract with Manhattan Construction Company of Texas for Construction of Addition to M. D. Anderson Hospital Building	7
G. S. B. S.	
10. Appointment of Mr. Francis Andries as Engineering Consultant	8
11. Rental of Space for Division of Continuing Education	8
12. Rental of Space for Division of Graduate Studies	8

THE UNIVERSITY OF TEXAS SYSTEM
OFFICE OF THE DIRECTOR OF
FACILITIES PLANNING AND CONSTRUCTION
AUSTIN, TEXAS 78712

RECOMMENDATIONS TO THE
REGENTS' BUILDINGS AND GROUNDS COMMITTEE

August 25, 1967

1. U. T. SYSTEM - REVISION OF ARCHITECT FEE PAYMENTS.--On November 5, 1966, the Board of Regents approved Associate Architect Fee Payments based on 5% and 5½% Fee payment schedules. On June 17, 1967, changes in Consulting Architect's and Associate Architect's Contracts were approved, and in order to maintain uniformity and provide a comparable payment schedule to all architectural firms, it is recommended by Mr. Lester E. Palmer, Vice-Chancellor Walker, and Chancellor Ransom that the Director of Facilities Planning and Construction be authorized to pay the Project Architects in accordance with the new payment schedule as follows:

	<u>6% Rate</u>
Completion of preliminary plans and outline specifications	1%
Working plans and specifications 75% complete, increase fee to	3½%
When contract is awarded, increase fee to	4½%*
Remaining payable monthly in proportion to work performed by Contractor	6%

(Rates based on total contract cost of project)

*If the project is abandoned after completion of final working drawings and specifications, a fee of 4½% will be paid.

changed
2. U. T. AUSTIN - APPROVAL OF FINAL PLANS AND SPECIFICATIONS FOR JOE C. THOMPSON CONFERENCE CENTER.--At the Regents' Meeting held July 9, 1966, approval was given to revised preliminary plans for the Joe C. Thompson Conference Center at The University of Texas at Austin and authorization given to proceed with the working drawings and specifications. These final plans and specifications have now been completed by the Associate Architect, J. Herschel Fisher and Pat Y. Spillman, and have been approved by Mr. Lester E. Palmer, Vice-Chancellor Hackerman, Vice-Chancellor Walker, and Chancellor Ransom, and it is recommended that they be approved by the Board, with authorization to the Director of Facilities Planning and Construction to advertise for bids to be presented to the Board or the Executive Committee for consideration at a later date.

3. U. T. AUSTIN - APPROVAL FOR CONSTRUCTION OF ADDITION TO SERVICE BUILDING AND A PHYSICAL PLANT WAREHOUSE AT BALCONES RESEARCH CENTER.-- In July, 1960, the Board of Regents approved as part of its Ten-Year Building Plan, an addition to the Service Building at The University of Texas at Austin. This addition was estimated to cost \$250,000.00 and was scheduled to be constructed in 1963-64, but for a variety of reasons, construction has been delayed. At the June 17, 1967, meeting the Board of Regents asked the administration for a proposed plan and schedule to vacate Little Campus. At the July 29, 1967, meeting a plan was presented and adopted which called for the demolition of Buildings A, J and K at Little Campus as soon as space can be provided for the storage of the

materials now in those buildings. In order to provide that needed storage space, it will be necessary to construct the addition to the Service Building and to construct an additional 60,000 square feet of storage space at Balcones Research Center.

The following recommendations are made by Mr. J. H. Colvin, Mr. Lester E. Palmer, Vice-Chancellor Hackerman, Vice-Chancellor Walker, and Chancellor Ransom:

1. That an Addition to the Service Building at U. T. Austin be authorized at an estimated cost of \$325,000.00, with the plans and specifications to be prepared by the U. T. Austin Physical Plant staff and approved by the Director of Facilities Planning and Construction, with authorization to the Director, after this approval, to advertise for bids to be presented to the Board or the Executive Committee for consideration at a later date.

2. That a Physical Plant Warehouse of approximately 60,000 square feet at an estimated cost of \$200,000.00 be authorized at the Balcones Research Center. Plans and specifications are to be prepared by the U. T. Austin Physical Plant staff and approved by the Director of Facilities Planning and Construction, with authorization to the Director, after this approval, to advertise for bids to be presented to the Board or the Executive Committee for consideration at a later date.

3. That appropriations be made out of Permanent University Fund Bond proceeds in the amounts of \$325,000.00 and \$200,000.00 for the Addition to the Service Building and the Physical Plant Warehouse respectively, these funds being available in the Permanent University Fund Bond commitment schedule.

4. U. T. AUSTIN - RATIFICATION OF AWARD OF CONTRACT FOR FURNITURE AND FURNISHINGS FOR THE SOUTH MALL OFFICE AND CLASSROOM BUILDING.--In accordance with authorization of the Board of Regents given at the meeting held June 17, 1967, bids for Furniture and Furnishings for the South Mall Office and Classroom Building at The University of Texas at Austin were called for and were opened and tabulated on July 18, 1967, as shown below:

Bidder	Base Bid	Alt. No. 1 Deduct	Alt. No. 2 Deduct	Alt. No. 3 Deduct	Completion Days
Abel Contract Furniture and Equipment Company, Inc., Austin, Texas	\$57,764.00	\$1,213.80	\$428.06	\$331.11	120
Rockford Furniture Associates, Austin, Texas	59,012.68	1,887.00	357.00	679.50	90
Stewart Office Supply Company, Dallas, Texas	60,603.45	1,168.75	416.50	977.50	130
John H. Yochem Company, Corpus Christi, Texas	57,651.40	1,166.00	378.00	Same Price	120

All bidders submitted a bidder's bond with their bids in the amount of 5% of the greatest amount bid except John H. Yochem, who submitted a cashier's check in the amount of \$3,000.00.

The Special Committee appointed at the same Board meeting has made a contract award to the low bidder, John H. Yochem Company, Corpus Christi, Texas, as follows:

Base Bid \$57,651.40

Less Alternate No. 2 (Delete Typewriter Stands)	<u>378.00</u>
Total Contract Award	<u>\$57,273.40</u>

It is recommended that the Board ratify the action taken by the Special Committee as outlined above.

5. U. T. ARLINGTON - APPROVAL OF PRELIMINARY PLANS FOR UNIVERSITY HALL.--In accordance with authorization given by the Regents at the meeting held January 28, 1967, preliminary plans and outline specifications for University Hall (General Classroom-Office Building) to be constructed at The University of Texas at Arlington have been prepared by Wright-Rich and Associates, the Associate Architect on the project. These preliminary plans have been approved by Dr. Woolf, Mr. Lester E. Palmer, Vice-Chancellor Walker, and Chancellor Ransom, and it is recommended that they be approved by the Board, with authorization to the Associate Architects to prepare final plans and specifications to be presented to the Board for approval at a later meeting.

6. U. T. EL PASO - RATIFICATION OF AWARD OF CONTRACT TO RAY WARD AND SON, EL PASO, TEXAS, FOR ADDITION TO BELL HALL KITCHEN.--In accordance with authorization given by the Board at the meeting held June 17, 1967, bids were called for and were opened and tabulated on August 1, 1967, as shown below:

Bidder	Base Bid	Bidder's Bond
R. Bischoff General Contractor	\$27,402.00	5%
Guldemann Construction and Engineering, Inc.	28,119.00	5%
H. Carroll Lee Construction Company, Inc.	29,500.00	5%
R. D. Lowman General Contractor, Inc.	31,760.00	5%
Matyear Construction Company	30,665.00	5%
Dick Miller and Sons	33,333.00	5%
Ray Ward and Son	24,442.00	5%

All bidders are located in El Paso, Texas.

The Special Committee appointed at the same meeting awarded a contract in the amount of \$24,442.00 to the low bidder, Ray Ward and Son, El Paso, Texas. It is recommended that the Board ratify the action taken by the Special Committee as reported above.

7. GALVESTON HOSPITALS - AWARD OF CONTRACT FOR UPGRADING AIR CONDITIONING IN OPERATING SUITES OF JOHN SEALY HOSPITAL AND ADDITIONAL APPROPRIATION THEREFOR.--In accordance with authorization given by the Board at the meeting held July 29, 1967, bids for Upgrading the Air Conditioning in the Operating Suites of John Sealy Hospital at The University of Texas Medical Branch at Galveston were called for and were opened and tabulated on August 1, 1967, as shown below:

Bidder	Base Bid	Bidder's Bond
C. Wallace Industries, Inc., Houston, Texas	\$192,700.00	5%

Way Engineering Company, Inc., Houston, Texas	179,950.00	5%
Wood-Leppard Air Conditioning Company, Houston, Texas	172,746.00	5%

The original appropriation for this project was \$150,000.00, but due to circumstances which were discovered when plans were being drawn, including the necessity for replacement of the ceilings, extensive revisions to the reheat system, and piping, which had not been anticipated, it will be necessary to appropriate additional funds in order to proceed with this project. Since this is considered to be one of the most urgent needs at the Hospital, it is recommended by Vice-President Thompson, Mr. Lester E. Palmer, Vice-Chancellor Walker, and Chancellor Ransom that an appropriation of \$50,000.00 be made to this project from Permanent University Fund Bond proceeds, being part of the allocation for Remodeling and Renovation in the Five-Year Plan for the Galveston Medical Branch, and that a contract be awarded to the low bidder, Wood-Leppard Air Conditioning Company, Houston, Texas. It is further recommended that the Contingency Allowance provided for in the contract be increased by \$15,000.00 in order that the Contractor can purchase and install the equipment needed to complete the project, this \$15,000.00 to come from the additional \$50,000.00 appropriated. This increase in the Contingency Allowance would bring the total contract award to \$187,746.00. It is understood that the Office of the Director of Facilities Planning and Construction will have authority to issue change orders to this contract within the amount of the Contingency Allowance.

8. DALLAS MEDICAL SCHOOL - AWARD OF CONTRACTS FOR ADDITION TO PHYSICAL PLANT STORAGE BUILDING AND ACCESS ROAD AND SERVICE DRIVE AND ADDITIONAL APPROPRIATION THEREFOR.--In accordance with authorization given by the Board at the meeting held June 17, 1967, bids were called for and were opened and tabulated on August 22, 1967, for the Addition to Physical Plant Storage Building and Access Road and Service Drive at The University of Texas Southwestern Medical School at Dallas, as shown below:

ADDITION TO PHYSICAL PLANT STORAGE BUILDING

Bidder	Base Bid	Alternate No. 1 Deduct	Alternate No. 2 Deduct	Alternate No. 3 Deduct	Working Days for Completion
B-W Construction Company, Dallas, Texas	\$19,960.00	\$860.00	\$2,200.00	\$ 200.00	70
Medallic, Inc., Dallas, Texas	15,933.00	400.00	1,300.00	1,100.00	60
Warren Contract- ing Corporation, Dallas, Texas	13,824.00	350.00	1,150.00	150.00	45

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

ACCESS ROAD AND SERVICE DRIVE

Bidder	Base Bid	Alternate No. 1 Deduct	Working Days for Completion
Medallic, Inc., Dallas, Texas	\$23,525.00	\$3,800.00	45

Texas Bitulithic Company, Dallas, Texas	21,878.52	3,138.60	30
Uvalde Construction Company, Dallas, Texas	27,971.00	2,979.00	20
Warren Contracting Corporation, Dallas, Texas	22,380.00	1,670.00	45

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

It is recommended by Dean Sprague, Mr. Lester E. Palmer, Vice-Chancellor Walker, and Chancellor Ransom that contract awards for these two projects be made to the low bidders, as follows:

Addition to Physical Plant Storage Building:

Warren Contracting Corporation,
Dallas, Texas
Base Bid

\$13,824.00

Access Road and Service Drive:

Texas Bitulithic Company
Dallas, Texas
Base Bid

21,878.52

Total Recommended Contract Awards

\$35,702.52

The total appropriation for these projects was only \$21,800.00, and in order to cover the recommended contract awards plus miscellaneous expenses, it will be necessary to appropriate additional money to the projects. As stated at the time authorization was given to proceed with these projects, both of these are urgently needed at this time, and it is, therefore, further recommended that an appropriation of \$15,000.00 be made to the projects from the Unappropriated Surplus of The University of Texas Southwestern Medical School at Dallas.

9. ANDERSON HOSPITAL - ADDITION TO CONTINGENCY ALLOWANCE OF CONTRACT WITH MANHATTAN CONSTRUCTION COMPANY OF TEXAS FOR CONSTRUCTION OF ADDITION TO M. D. ANDERSON HOSPITAL BUILDING.-- The following letter has been received from Dr. R. Lee Clark, Director of M. D. Anderson Hospital and Tumor Institute at Houston:

"It is requested that authorization be granted to add the amount of \$40,000.00 to Account Number 85-9306-0122 - M. D. Anderson Hospital and Tumor Institute - Major Additions and Some Alterations to M. D. Anderson Hospital Building - Manhattan Construction Company of Texas - Contingency Allowance. Funds are available for this transfer in Account Number 85-9306-0099 - M. D. Anderson Hospital and Tumor Institute - Major Additions and Some Alterations to M. D. Anderson Hospital Building - Allotment Account.

"It is further requested that authorization be given to the Office of the Director of Facilities Planning and Construction to issue change orders up to this amount to the contract with Manhattan Construction Company of Texas for construction of the major additions and alterations to the M. D. Anderson Hospital Building."

It is recommended by Mr. Lester E. Palmer, Vice-Chancellor Walker, and Chancellor Ransom that this transfer of funds as outlined by Dr. Clark be approved by the Board.

10. G. S. B. S. - APPOINTMENT OF MR. FRANCIS ANDRIES AS ENGINEERING CONSULTANT.--An appropriation has been made to the Division of Continuing Education of the Graduate School of Biomedical Sciences for a coaxial cable to be placed in the Texas Medical Center for educational purposes. Dr. Grant Taylor has requested that Mr. Francis Andries, who was a member of the Engineering Staff of Texas Instruments of Dallas, Texas, and who is presently the Director of MEDI Corporation in Houston, be employed as an engineering consultant for this project. Mr. Andries will be required to document for Dr. Taylor the types of equipment that might be used, including the strong points and weak points of any type system that is available. He will also be required to prepare specifications for whatever type equipment is selected, will make recommendations as to the equipment to be purchased based on the bids submitted on these specifications, and will supervise the installation and assist in the testing necessary to insure operation of the equipment. In addition to serving as a consultant for Dr. Taylor, Mr. Andries will also provide consultation to those in the various units within the Medical Center who might desire to share in the use of the cable.

It is recommended by Dr. H. Grant Taylor and Mr. Joe E. Boyd, Jr., which recommendation is concurred in by Vice-Chancellor Walker and Chancellor Ransom that Mr. Andries be engaged as engineering consultant to Dr. Taylor to be paid at the rate of \$500.00 per month for these services beginning September 1, 1967, and continuing for a period not to extend beyond July 1, 1968. Funds for payment for these services will come from the appropriation for the equipment.

11. G. S. B. S. - DIVISION OF CONTINUING EDUCATION - RENTAL OF SPACE.--A recommendation has been made by Dr. Grant Taylor and concurred in by Dr. LeMaistre that the present lease agreement with the Houston Academy of Medicine for 1,193 square feet of office space in the Jesse H. Jones Library Building in the Texas Medical Center for use of the Division of Continuing Education, The University of Texas Graduate School of Biomedical Sciences at Houston, be extended for the period September 1, 1967 to August 31, 1968. This space has been occupied and is needed for the period above indicated for personnel supported by the Public Health Service Regional Medical Program Planning Grant. Rental cost is \$.36 per square foot per month, a total of \$429.48 per month, for this area. It is recommended by Vice-Chancellor Walker and Chancellor Ransom that this lease be extended for the period September 1, 1967 through August 31, 1968, with rental payments to be made from grant funds, with the lease agreement to be executed in the prescribed manner.

12. G. S. B. S. - DIVISION OF GRADUATE STUDIES - RENTAL OF SPACE.-- A recommendation has been made by Dr. Sumter S. Arnim and concurred in by Dr. LeMaistre that the Division of Graduate Studies, The University of Texas Graduate School of Biomedical Sciences at Houston, be authorized to lease 11,700 square feet of space in the Hermann Professional Building Garage presently leased by Anderson Hospital at a rate of \$.30 per square foot per month. The present lease by Anderson Hospital expires on October 31, 1967, and it is anticipated that Anderson Hospital will have vacated this space prior to that time because of completion of the addition to the Anderson Hospital building. A great deal of the space has been converted to modern laboratories by the addition of the necessary utilities and laboratory benches, and the remainder is available for offices and classrooms. Funds have been provided in the 1967-68 budget for rental of additional offices, classrooms and laboratories needed by the Graduate Division for the expansion of its programs. In view of this need and anticipating the availability of the aforementioned space when vacated by Anderson Hospital, bids were requested through the State Board of Control. The Hermann Hospital responded with a bid offering to rent this space for the period ending August 31, 1969 at the current rate of \$.30 per square foot per month. Vice-Chancellor Walker and Chancellor Ransom recommend that this bid be accepted, and that execution of the lease agreement prepared by the State Board of Control be authorized.

SUPPLEMENTARY AGENDA
BUILDINGS AND GROUNDS COMMITTEE

Date: September 13, 1967
Time: 10:00 a.m.
Place: Room 611, Library Building,
U. T. Arlington, Arlington, Texas

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U. T. AUSTIN

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THE UNIVERSITY OF TEXAS SYSTEM
OFFICE OF THE DIRECTOR OF
FACILITIES PLANNING AND CONSTRUCTION
AUSTIN, TEXAS 78712

SUPPLEMENT TO RECOMMENDATIONS TO
REGENTS' BUILDINGS AND GROUNDS COMMITTEE

August 29, 1967

13. U. T. AUSTIN - APPROVAL OF SPECIFICATIONS FOR MECHANICAL EQUIPMENT FOR STEAM GENERATING SYSTEM AND CENTRAL WATER CHILLING STATIONS NO. 3 AND NO. 4.--In accordance with authorization given by the Board at the meeting held December 17, 1966, the firm of Brown and Root has prepared specifications for Pumps, Coils, Cooling Tower, and Miscellaneous Mechanical Equipment needed in connection with the installation of the new Steam Generating System and the Water Chilling Equipment for Central Water Chilling Stations No. 3 and No. 4 at The University of Texas at Austin, contracts for which were awarded at the July 29, 1967 meeting of the Board. These specifications have been approved by the U. T. Austin Physical Plant staff, Mr. Lester E. Palmer, Vice-Chancellor Hackerman, Vice-Chancellor Walker, and Chancellor Ransom, and it is recommended that they be approved by the Board, with authorization to the Director of the Office of Facilities Planning and Construction to advertise for bids to be presented to the Board or the Executive Committee for consideration at a later date.

14. U. T. AUSTIN - APPROVAL OF SPECIFICATIONS FOR ELECTRICAL EQUIPMENT FOR STEAM GENERATING SYSTEM AND CENTRAL WATER CHILLING STATIONS NO. 3 AND NO. 4.--In accordance with authorization given by the Board at the meeting held December 17, 1966, the firm of Brown and Root has prepared specifications for Switchgear and Miscellaneous Electrical Equipment needed in connection with the installation of the new Steam Generating System and the Water Chilling Equipment for Central Water Chilling Stations No. 3 and No. 4 at The University of Texas at Austin, contracts for which were awarded at the July 29, 1967 meeting of the Board. These specifications have been approved by the U. T. Austin Physical Plant staff, Mr. Lester E. Palmer, Vice-Chancellor Hackerman, Vice-Chancellor Walker, and Chancellor Ransom, and it is recommended that they be approved by the Board, with authorization to the Director of the Office of Facilities Planning and Construction to advertise for bids to be presented to the Board or the Executive Committee for consideration at a later date.

15. U. T. AUSTIN - APPROVAL OF CHANGE ORDERS TO THE CONTRACT WITH W. D. ANDERSON COMPANY FOR RELOCATION OF CLOSURES OF MEMORIAL STADIUM.--As the work progressed on the closures of Memorial Stadium at The University of Texas at Austin, it became apparent that additional closures were needed on the east side, because the height of the walls above the ground was not adequate, and that the appearance of the stadium would be enhanced by enclosing the openings in keeping with the design being constructed; an estimate of \$9,343.00 has been secured for providing full closure on the east side with the same type of wrought iron fence now being placed.

At the time the work was planned for the relocation of the closures at the Stadium, no provision was made for ticket booths, which, of course, will be needed. Plans have now been drawn in the Office of Facilities Planning and Construction for five ticket booths to be located at the various openings and an estimate of \$12,000.00 secured for the construction of these booths.

It is recommended by Mr. J. Neils Thompson, Mr. Lester E. Palmer, Vice-Chancellor Hackerman, Vice-Chancellor Walker, and Chancellor Ransom that an appropriation of \$21,343.00 be made from Unappropriated Balance - Athletics Council General Account to the Relocation of Closures of Memorial Stadium, with authorization to the Director of the Office of Facilities Planning and Construction to issue change orders covering the work described above to the contract with W. D. Anderson Company for this project.

16. U. T. AUSTIN - APPROVAL OF CHANGE ORDER TO THE CONTRACT WITH SOUTHWEST WRECKING, INC. FOR RELOCATION OF PENICK TENNIS COURTS.--In order to provide better pedestrian access at the southwest corner of Memorial Stadium at The University of Texas at Austin, it is considered desirable to remove the retaining wall at that point and install steps, paving, and planter boxes. Since Southwest Wrecking, Inc. is engaged in constructing tennis courts in that vicinity, it is believed expedient to issue a change order to that company to perform the work outlined above. It is, therefore, recommended by Mr. J. Neils Thompson, Mr. Lester E. Palmer, Vice-Chancellor Hackerman, Vice-Chancellor Walker, and Chancellor Ransom that an appropriation of \$5,000.00 be made from Unappropriated Balance - Athletics Council General Account to the account for Relocation of Penick Tennis Courts, with authorization to the Director of the Office of Facilities Planning and Construction to issue a change order to cover this work to the contract with Southwest Wrecking, Inc., not to exceed this amount.

17. U. T. AUSTIN - APPROVAL OF CHANGE ORDER TO CONTRACT WITH W. D. ANDERSON COMPANY FOR REMODELING AND REHABILITATION OF LOCKER AND DRESSING ROOMS AT MEMORIAL STADIUM.--As the construction on the contract for Remodeling and Rehabilitation of Locker and Dressing Rooms at Memorial Stadium at The University of Texas at Austin progressed, it became apparent that ventilating fans for the freshman locker rooms, which had not been originally provided for, would be needed. It is, therefore, recommended by Mr. J. Neils Thompson, Mr. Lester E. Palmer, Vice-Chancellor Hackerman, Vice-Chancellor Walker, and Chancellor Ransom that \$1,700.00 be appropriated from the Unappropriated Balance - Athletics Council General Account to this project, with authorization to the Director of the Office of Facilities Planning and Construction to issue a change order covering these fans to the contract with W. D. Anderson Company for Remodeling and Rehabilitation of Locker and Dressing Rooms at Memorial Stadium not to exceed this amount.

18. U. T. AUSTIN - AWARD OF CONTRACT TO MILLER'S CONCRETE CONTRACTORS FOR SURFACE DRAINAGE IMPROVEMENTS AT COLORADO APARTMENTS.--Because of poor drainage, some of the Colorado Apartments on the Brackenridge Tract, The University of Texas at Austin, are subject to flooding whenever there is a rain. The U. T. Austin Physical Plant staff prepared plans and specifications for drainage construction which would correct this situation, and bids were received, as follows:

Bidder	Base Bid
Miller's Concrete Contractors, Austin, Texas	\$ 8,004.00
Maufrais Brothers, Inc., Austin, Texas	9,000.00
Pat Canon Excavating Company, Austin, Texas	10,170.00
J. C. Evans Construction Company, Austin, Texas	13,600.00

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

It is recommended by Mr. J. H. Colvin, Mr. Lester E. Palmer, Vice-Chancellor Hackerman, Vice-Chancellor Walker, and Chancellor Ransom that a contract in the amount of \$8,004.00 be awarded to the low bidder, Miller Concrete Contractors, Austin, Texas, and that an appropriation of \$8,004.00 to cover this contract award be made from Account No. 28-8328F Reserve - Division of Housing and Food Service - Major Repairs, Remodeling and Replacement, and Operating Reserve.

It is further recommended that U. T. Austin Business Manager Colvin be authorized to sign the contract and that the work be supervised by the U. T. Austin Physical Plant staff.

19. U. T. AUSTIN - APPROVAL OF CHANGE ORDER TO CONTRACT WITH EVERHARD CONSTRUCTION COMPANY FOR COLLECTIONS DEPOSIT LIBRARY.--A study has been made of the way in which the attic space in the upper level of the Collections Deposit Library at The University of Texas at Austin could be better used, and it has been found that a rearrangement of this area will provide approximately 100 study carrels. An estimate of \$55,000.00 has been secured from the contractor for the cost of finishing, carpeting, installing acoustical tile, study carrels, and lighting the area. It is, therefore, recommended by Mr. Lester E. Palmer, Vice-Chancellor Hackerman, Vice-Chancellor Walker, and Chancellor Ransom that an appropriation of \$55,000.00 be made from Unallocated Proceeds of Permanent University Fund Bonds to this project, with authorization to the Director of the Office of Facilities Planning and Construction to issue a change order covering the work described above to the contract with Everhard Construction Company for the Collections Deposit Library, not to exceed this amount.

20. U. T. AUSTIN - APPROVAL OF PRELIMINARY PLANS FOR HUMANITIES RESEARCH CENTER.--In accordance with authorization given by the Board at the meetings held August 28, 1965, and June 17, 1967, preliminary plans and outline specifications for the Humanities Research Center to be constructed at The University of Texas at Austin have been prepared by the Associate Architect on the project, Jessen, Jessen, Millhouse, Greeven, and Crume. These preliminary plans have been approved by Mr. Lester E. Palmer, Vice-Chancellor Hackerman, Vice-Chancellor Walker, and Chancellor Ransom, and it is recommended that they be approved by the Board, with authorization to the Associate Architect to prepare working drawings and specifications for the project based on the approved preliminary plans.

21. U. T. AUSTIN - AWARD OF CONTRACT FOR FURNITURE AND FURNISHINGS FOR BIOLOGICAL SCIENCES BUILDING.--In accordance with authorization given by the Board at the meeting held July 29, 1967, bids were called for and were opened and tabulated on August 29, 1967, for Furniture and Furnishings for the Biological Sciences Building at The University of Texas at Austin, as shown below:

Bidder	Base Bid	Completion Time	Bidder's Bond or Cashier's Check
Abel Contract Furniture and Equipment Company, Inc., Austin, Texas	\$49,561.58	120 days	5% Bond
Dallas Office Supply Company, Dallas, Texas	54,560.18	80 days	5% Bond
Rockford Furniture Associates, Austin, Texas	49,476.56	75 days	5% Bond
Stewart Office Supply Company, Dallas, Texas	49,867.21	120 days	5% Bond
John H. Yochem Company, Corpus Christi, Texas	51,387.85	120 days	\$2,750.00 C. C.

It is recommended by Mr. Lester E. Palmer, Vice-Chancellor Hackerman, Vice-Chancellor Walker, and Chancellor Ransom that a contract award in the amount of \$49,476.56 be made to the low bidder, Rockford Furniture Associates, Austin, Texas. There is sufficient money in the Allotment Account to cover this contract award.

22. U. T. ARLINGTON - AUTHORITY TO ISSUE CHANGE ORDERS TO CONTRACT WITH ALLEN BROTHERS AND O'HARA FOR BUSINESS-LIFE SCIENCE BUILDING AND FACULTY OFFICE BUILDING.--The plans and specifications for the Business-Life Science Building at The University of Texas at Arlington did not call for the basement area to be completed. It is now desired to use this space for laboratories, and it is believed that it will be more economical to perform the work while the present construction is under way than with new construction contracts in the future. It is, therefore, recommended by President Woolf, Mr. Lester E. Palmer, Vice-Chancellor Walker, and Chancellor Ransom that authority be granted to the Director of the Office of Facilities Planning and Construction to issue change orders to the contract with Allen Brothers and O'Hara for the construction of the Business-Life Science Building and Faculty Office Building at this time to cover partial finishing of the basement by extension of elevator shafts, extension of stairways, excavation of unsuitable foundation material, and installation of stable material that will be necessary for the installation of a concrete slab at a future date after the planning of the basement laboratories has been completed.

It is further recommended that the Associate Architect on the project, Harwood K. Smith and Partners, be authorized to prepare plans and specifications for the laboratories to be housed in the basement area. It is estimated that the complete finishing of the basement for future construction of laboratory areas including Architects' Fees will not exceed \$100,000.00, and it is recommended that an appropriation of this amount be made to this project from Unallocated Proceeds of State of Texas Constitutional Tax Bonds at The University of Texas at Arlington.

23. GALVESTON MEDICAL BRANCH - EASEMENT TO HOUSTON LIGHTING AND POWER COMPANY FOR INSTALLATION OF UNDERGROUND CIRCUITS AND LARGER SUBSTATION AREA FOR TRANSFORMERS AND SWITCHGEAR SERVING THE GALVESTON MEDICAL BRANCH.--For the benefit of The University of Texas Medical Branch at Galveston, it is recommended by Dr. Truman G. Blocker, Jr., Mr. V. E. Thompson, Mr. Lester E. Palmer, Vice-Chancellor Walker, and Chancellor Ransom that an easement be granted to the Houston Power and Lighting Company across, under, and over a tract of land lying immediately south of Avenue A and located between North Boulevard Drive and 4th Street, north of The Sealy and Smith Foundation tract in the City of Galveston, Texas, as follows:

(A) A strip 10 feet wide approximately 360 feet long for installation of the Company's underground distribution system; and

(B) An area 30 feet wide by 100 feet long immediately adjacent to the Galveston Medical Branch's Central Chilling Plant for installation of additional transformers and switchgear to serve the Central Chilling Station. This easement overlaps in part a 36 foot by 45 foot substation site previously granted by the Board at the meeting held October 6, 1962, the remaining portion of which will be released when this easement is granted.

It is further recommended that the Chairman of the Board be authorized to execute the easement instrument after approval as to content by the Director of the Office of Facilities Planning and Construction and as to legal form by the University Attorney.

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24. GALVESTON MEDICAL BRANCH - APPROVAL OF RENTAL OF SPACE.--A recommendation has been made by Dr. Truman G. Blocker, Jr., and Mr. V. E. Thompson, that 600 square feet of space be rented in The Sealy-Smith Professional Building at their standard rate of \$0.35 per square foot per month, for an office to establish and implement the Physicians Referral Service Trust for Billing and Collection of Professional Fees at The University of Texas Medical Branch at Galveston. This office will permit the Galveston Medical Branch to proceed with the planning for the full implementation of this program in accordance with action taken by the Board of Regents at the meeting held July 29, 1967. The rental for this space will be paid for out of Medical Branch Trust Funds.

It is recommended by Comptroller Anderson, Vice-Chancellor Walker, and Chancellor Ransom that the rental of this space be approved by the Board and that Vice-Chancellor Walker be authorized to sign a lease agreement after the appropriate approvals as to content and legal form.

25. DALLAS MEDICAL SCHOOL - APPOINTMENT OF HARRELL AND HAMILTON AS CONSULTANTS FOR MASTER PLANNING AND APPROPRIATION THEREFOR.--In order to carry out a study, revision, and expansion of the site development plan at The University of Texas Southwestern Medical School at Dallas, it is recommended by Dean Sprague, Mr. Lester E. Palmer, Vice-Chancellor Walker, and Chancellor Ransom that an amount not to exceed \$35,000.00 be appropriated from the Unappropriated Balance at the Dallas Medical School. This planning will encompass land utilization, physical facilities, academic development, and plans for funding of both operations and facilities.

It is further recommended that the firm of Harrell and Hamilton be employed on a per diem basis to assist in this planning at the following rates:

\$ 4.00 per hour for draftsmen
6.00 per hour for planners
10.00 per hour for partners

Plus 150% of salaries for overhead, profit, and other operating expenses.

It may be necessary to employ consultants other than the firm of Harrell and Hamilton to study and make recommendations in specific areas pertinent to the overall master plan. Recommendations concerning other consultants will be presented to the Board for prior approval.

This recommendation is in accordance with the procedures adopted by the Board at the meeting held June 17, 1967.

THE UNIVERSITY OF TEXAS SYSTEM
OFFICE OF THE DIRECTOR OF
FACILITIES PLANNING AND CONSTRUCTION
AUSTIN, TEXAS 78712

EMERGENCY ITEMS
RECOMMENDATIONS TO REGENTS' BUILDINGS AND GROUNDS COMMITTEE

September 11, 1967

26. U. T. SYSTEM - AWARD OF CONTRACT TO J. W. COOPER CONSTRUCTION COMPANY, INC., FOR OFFICE BUILDING FOR UNIVERSITY LANDS IN MIDLAND, TEXAS.--In accordance with authorization given by the Board at the meeting held July 29, 1967, bids were called for and were opened and tabulated on September 6, 1967, for the Office Building for University Lands in Midland, Texas, as shown below:

Bidder	Base Bid	Alt. No. 1 Deduct	Alt. No. 2 Deduct	Alt. No. 3 Deduct	Alt. No. 4 Deduct	Alt. No. 5 Deduct	Alt. No. 6 Deduct
Burk and Millican Construction Company, Odessa, Texas	\$168,967	\$390	\$1,100	\$2,750	\$700	\$825	\$1,090
Glen W. Casey Construction, Inc., Odessa, Texas	172,700	520	1,100	2,800	900	810	1,550
J. W. Cooper Construction Company, Inc., Odessa, Texas	167,507	600	1,400	2,900	700	1,000	850
Oasis Builders, Inc., Kermit, Texas	168,990	559	1,200	3,050	735	870	975
Pace Construction Company, Midland, Texas	185,670	425	1,200	2,900	700	900	1,100
Snody Construction Company, Midland, Texas	179,700	558	1,100	2,800	700	756	1,093

All bidders submitted with their bids a bidder's bond in the amount of 5% of the greatest amount bid, except Burk and Millican Construction Company, who submitted a cashier's check in the amount of \$10,000.00.

It is recommended by Mr. Floyd Shelton, Mr. Lester E. Palmer, Vice-Chancellor Walker, and Chancellor Ransom that a contract award in the amount of \$167,507.00 be made to the low bidder, J. W. Cooper Construction Company, Odessa, Texas. This contract award plus Architect's Fees thereon and miscellaneous expenses is within the amount of \$190,000.00 appropriated for this project.

27. U. T. AUSTIN - APPROVAL OF LEASING OF SPACE FOR THE SPECIAL EDUCATION INSTRUCTIONAL MATERIALS CENTER AT 304 WEST 15th STREET FROM BLANGGER AND GOULDTHORPE COMPANY.--It is recommended that approval be given by the Board for the Special Education Instructional Materials Center at The University of Texas at Austin to continue to lease approximately 3,000 square feet of space at 304 West 15th Street, Austin, Texas, from the Blangger and Gouldthorpe Company, for a period of one year from September 1, 1967, at the same monthly rental rate of \$600.00 per month. The contract with the U. S. Office of Education has been renewed and provides funds with which to pay this rental. It is further recommended that the lease agreement be signed by Vice-Chancellor Walker after appropriate approvals as to content and legal form.

28. U. T. AUSTIN - AWARD OF CONTRACT TO T. C. BATESON CONSTRUCTION COMPANY FOR LYNDON BAINES JOHNSON LIBRARY AND EAST CAMPUS LIBRARY AND RESEARCH BUILDING AND APPROPRIATION THEREFOR.--In accordance with authorization given by the Board at the meeting held June 17, 1967, bids were called for and were opened and tabulated on September 7, 1967, for the Lyndon Baines Johnson Library and East Campus Library and Research Building at The University of Texas at Austin, as shown on the attached tabulation sheet.

It is recommended by the Architects on the project, Skidmore, Owings, and Merrill and Brooks, Barr, Graeber, and White, Mr. Lester E. Palmer, Vice-Chancellor Hackerman, Vice-Chancellor Walker, and Chancellor Ransom that a contract award be made to the low bidder, T. C. Bateson Construction Company, Dallas, Texas, as follows, subject to the approval of the Federal Government:

Base Bid No. 2 (Italian Travertine)	\$11,319,000.00
Base Bid No. 4 (Site Work)	<u>530,000.00</u>
Total Recommended Contract Award	<u>\$11,849,000.00</u>

It is further recommended that a Contingency Allowance of \$237,000.00 be approved, with authority to the Director of the Office of Facilities Planning and Construction to issue additive change orders to the contract with T. C. Bateson Construction Company not to exceed this amount.

This total recommended contract award plus Contingency Allowance, Architects' Fees, Supervision, Testing, Furniture and Furnishings, and Miscellaneous Expenses, etc., is within the total amount allocated for this project, as set out in the Schedule of Available University Fund Commitments and Permanent University Fund Bond Commitments.

In connection with utility tunnels for the project, certain work is to be performed by the City of Austin at a cost of \$30,023.00. It is recommended that authority be given to the Director of Facilities Planning and Construction to pay this amount from the appropriation for this project to the City of Austin for the work to be performed by the City.

Appropriations have already been made to this project in the total amount of \$3,315,500.00, \$675,000.00 from Permanent University Fund Bond Proceeds and \$2,640,500.00 from Federal Grant No. 2-2212. In order to place the appropriation on the books for the balance of the project, it is recommended that an appropriation of \$9,825,000.00 be made from Permanent University Fund Bond Proceeds and \$750,000.00 from Available University Fund.

29. U. T. EL PASO - APPROVAL OF FILLING OF ARROYO SOUTH OF SUN BOWL AND INSTALLATION OF DRAIN PIPE IN ARROYO SOUTH OF NEW PHYSICAL SCIENCE BUILDING.--Request has been received from President Ray of The University of Texas at El Paso to proceed with plans and specifications for the filling of the arroyo south of the Sun Bowl and the installation of a large drain pipe in the arroyo south of the new Physical Science Building so that the inner campus road can be built across the arroyo. In order that these may be accomplished, the following recommendations are made by President Ray, Mr. Lester E. Palmer, Vice-Chancellor Walker, and Chancellor Ransom:

1. That an appropriation of \$18,000.00 be made from Unappropriated Balance of U. T. El Paso for this project.

2. That the Office of Facilities Planning and Construction be authorized to approve plans and specifications for this project and to advertise for bids after this approval.

3. That the Director of the Office of Facilities Planning and Construction be authorized to award a contract for the project within the amount of money available.

30. GALVESTON MEDICAL BRANCH - AWARD OF CONTRACT TO ERIKSSON CONSTRUCTION COMPANY FOR LAUNDRY EXPANSION, ADDITIONAL APPROPRIATION THEREFOR, AND ACCEPTANCE OF GRANT NO. TEX. 416M.--In accordance with authorization given by the Board at the meeting held March 11, 1967, bids were called for and were opened and tabulated on August 29, 1967, for Expansion of the Laundry at The University of Texas Medical Branch at Galveston, as shown below:

	Burnett Construction Company, Corpus Christi, Texas	Eriksson Construction Co., Inc., Galveston Texas	W. R. Grimshaw Construction Company, Houston, Texas	Tellepsen Construction Company, Houston, Texas
Base Bid	\$672,000.00	\$642,400.00	\$658,000.00	\$645,800.00
Alt. No. 1 (Deduct)	6,000.00	6,103.00	6,000.00	6,000.00
Alt. No. 2 (Deduct)	3,500.00	2,929.00	3,800.00	3,600.00
Alt. No. 3 (Deduct)	5,400.00	5,239.00	5,200.00	5,400.00
Alt. No. 4 (Deduct)	45,500.00	43,238.00	43,000.00	43,200.00
Alt. No. 5 (Deduct)	2,600.00	1,442.00	1,200.00	1,300.00
Alt. No. 6 (Deduct)	13,500.00	12,760.00	12,500.00	12,700.00
Alt. No. 7 (Deduct)	1,200.00	1,948.00	2,000.00	1,300.00
Alt. No. 8 (Deduct)	3,000.00	2,770.00	2,600.00	2,800.00

Each bidder submitted with his bid a bidder's bond in the amount of 5% of the greatest amount bid.

It is recommended by Dr. Blocker, Mr. V. E. Thompson, Mr. Lester E. Palmer, Vice-Chancellor Walker, and Chancellor Ransom that a contract award be made to the low bidder, Eriksson Construction Company, Inc., Galveston, Texas, as follows:

Base Bid		\$642,400.00
Deduct Alternates:		
No. 1 (Omit Feeder, Spreader & Conveyor)	\$ 6,103.00	
No. 2 (Omit Elevator Work)	2,929.00	
No. 3 (Omit One Operator Shirt Presser)	5,239.00	
No. 4 (Omit Clean Linen Carts)	43,238.00	
No. 5 (Omit Water Softener)	1,442.00	
No. 6 (Omit Washer-Extractor)	<u>12,760.00</u>	<u>71,711.00</u>
Total Recommended Contract Award		<u>\$570,689.00</u>

An appropriation of \$250,000.00 has been made to this project from Permanent University Fund Bond Proceeds, and Hill-Burton Grant No. Tex. 416M in the amount of \$245,950.00 has been received. It is recommended that this grant be accepted and added to the appropriation for the project. In order to cover the recommended contract award, Contingency Allowance, Architects' Fees thereon, and miscellaneous expenses, it will be necessary to appropriate additional funds therefor. It is, therefore, recommended that \$150,000.00 be added to this project, the money to come from The Sealy and Smith Foundation.

It is further recommended that a Contingency Allowance of \$27,000.00 be set up, with authorization to the Director of the Office of Facilities Planning and Construction to issue additive change orders to the contract not to exceed this amount.

31. SAN ANTONIO MEDICAL SCHOOL - AWARD OF CONTRACTS TO DON WITTIG OFFICE FURNITURE, LIBRARY BUREAU SYSTEMS, REMINGTON-RAND, AND ABEL CONTRACT FURNITURE AND EQUIPMENT, INC., FOR OFFICE AND LIBRARY FURNITURE.-- In accordance with authorization given by the Board at the meeting held July 29, 1967, bids were called for and were opened and tabulated on September 5, 1967, for Office and Library Furniture for The University of Texas Medical School at San Antonio, as shown below:

Bidder	Base Bid "A"	Alt. No. 1 Deduct	Base Bid "B"	Base Bid "C"	Completion Days
Abel Contract Furniture and Equipment Company, Inc., Austin, Texas	\$132,314.00	\$2,766.69	\$9,654.00	\$20,467.70	150
Besco, Inc., Dallas, Texas	No Bid	--	9,193.70	25,939.05	"B" 130 "C" 75
Dallas Office Supply Company, Dallas, Texas	137,697.38	2,816.45	9,621.90	No Bid	4-1-68
Maverick-Clarke, Div. of Monroe International, Inc., San Antonio, Texas	148,049.63	2,661.20	9,739.50	No Bid	120
Library Bureau Remington Rand Office Systems Div. Sperry Rand Corporation, Austin, Texas	--	--	8,779.00	22,578.65	90 - 120
Rockford Furniture Associates, Austin, Texas	140,490.92	2,680.00	9,456.20	22,020.00	120
Don Wittig Office Furniture, San Antonio, Texas	130,500.00	2,545.29	9,487.00	No Bid	As Required

All bidders submitted with their bids a bidder's bond in the amount of 5% of the greatest amount bid, except Maverick-Clarke who submitted a bidder's bond in the amount of \$12,000.00.

It is recommended by Dr. F. C. Pannill, Mr. Lester E. Palmer, Vice-Chancellor Walker, and Chancellor Ransom that contract awards be made to the low bidders, as follows:

Base Bid "A"

Don Wittig Office Furniture,
San Antonio, Texas \$130,500.00

Base Bid "B"

Library Bureau Remington
Rand Office Systems Division
Sperry Rand Corporation,
Austin, Texas 8,779.00

Base Bid "C"

Abel Contract Furniture and
Equipment Company, Inc.,
Austin, Texas 20,467.70

Total Recommended Contract Awards \$159,746.70

These recommended contract awards are within the amount of money available for this purpose.

32. SAN ANTONIO MEDICAL SCHOOL - APPROVAL OF CONTRACT WITH CENTRAL ENERGY CORPORATION FOR CENTRAL HEATING AND CHILLED WATER PLANT.--At the Regents' Meeting held May 6, 1967, a contract was awarded to Central Energy Corporation for construction and operation of a central utility plant to provide chilled water and steam for The University of Texas Medical School at San Antonio, with the proposed contract to be brought back to the Board for approval before signature by the Chairman. Lengthy conferences have been held by University administrative officials and Central Energy Corporation to work out the details of the proposed contract. This contract has now been reviewed and approved by Mr. Paul Horton of McCall, Parkhurst, and Horton, Bond Attorneys, Mr. Burnell Waldrep, University Attorney, Mr. Lester E. Palmer, Director of the Office of Facilities Planning and Construction, Mr. R. L. Anderson, Comptroller, Mr. E. D. Walker, Vice-Chancellor for Business Affairs, Brown and Root, Engineers, and Mr. B. Segall, Jr., Engineer for the Bexar County Hospital District, which will also enter into a contract with this company to furnish steam and chilled water to the Bexar County Teaching Hospital.

It is, therefore, recommended by Mr. Lester E. Palmer, Comptroller Anderson, Vice-Chancellor Walker, and Chancellor Ransom that the proposed contract as approved by all those listed above be approved by the Board, with authorization to the Chairman to sign the document.

Mr. Lester E. Palmer

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33. U. T. AUSTIN - AWARD OF CONTRACT FOR PARKING LOTS BETWEEN 19TH AND 21ST STREETS AND NEW STREET ENTRANCE TO CAMPUS AT CONGRESS AVENUE AND 19TH STREET.--In accordance with authorization given by the Board at the meeting held May 6, 1967, bids were called for and were opened and tabulated on September 12, 1967, as shown below, for Parking Lots between 19th and 21st Streets and a New Street Entrance to Campus at Congress Avenue and 19th Streets, The University of Texas at Austin:

Austin Paving Company	\$ 61,253.00
Pat Canion Excavating Company	54,286.00
J. C. Evans Construction Co., Inc.	60,257.00
Noble E. Latson	104,433.40
Maufrais Brothers, Inc.	99,619.55

It is recommended by U. T. Austin Business Manager Colvin, Mr. Lester E. Palmer, Vice-Chancellor Hackerman, Vice-Chancellor Walker, and Chancellor Ransom that a contract award in the amount of \$54,286.00 be made to the low bidder, Pat Canion Excavating Company, and that an appropriation of \$54,286.00 be made from U. T. Austin Unappropriated Balance.

This will complete all of the parking areas authorized at the May 6th meeting except the area between the Kappa Annex and Robert E. Lee Hall. Plans for this area will be handled in conjunction with the location of the Warehouse and shipping room for The University of Texas Press, which is to occupy the Kappa Annex.

BID TABULATION SHEET

BIDDERS		BATESON CONST. COMPANY DALLAS, TEXAS	BELLOWS CONSTR. COMPANY HOUSTON, TEXAS	BLOUNT BROS. CORPORATION HOUSTON, TEXAS	BROWNING CONSTR. COMPANY SAN ANTONIO, TEX.	FULLER COMPANY DALLAS, TEXAS*	MC KEE, INC. EL PASO, TEXAS	WARRIOR CONSTR. HOUSTON, TEXAS	
BASE BID NO. 1 (NEW MEXICO TRAVERTINE)		\$11,944,000	\$13,248,000	\$12,150,000	\$12,900,000	\$11,800,000	\$12,172,000	\$12,228,000	
ALTERNATES BID NOS.	1	CHNG. PLAZA WALLS TRAV. TO SHELLSTONE	- 131,000	- 120,000	- 130,000	- 131,000	- 130,000	- 131,100	- 135,000
	2	CHNG. PLAZA FLR. AREA "A" TO TERR.	- 227,000	- 73,000	- 121,000	- 137,000	- 114,277	- 126,100	- 135,000
	3	CHNG. PLAZA FLR. AREA "B" TO TERR.	- 233,000	- 100,000	- 149,000	- 163,000	- 109,311	- 147,500	- 135,000
	4	CHNG. PLAZA FLR. AREA "A" & "B" TO TERR.	- 460,000	- 173,000	- 275,000	- 300,000	- 238,629	- 266,300	- 275,000
	5	CHNG. FLRS. 1 & 2 LBJ LIB. FROM TRAV-TERR.	- 185,000	- 116,000	- 120,000	- 150,000	- 87,233	- 149,500	- 160,000
BASE BID NO. 2 (ITALIAN TRAVERTINE)		11,319,000	12,390,000	11,632,000	12,300,000	10,961,000	11,453,000	11,600,000	
ALTERNATE BID NOS.	1	CHNG. PLAZA WALLS TRAV. TO SHELLSTONE	- 4,000	- 2,000	- 4,000	- 3,914	- 3,914	- 3,900	- 5,000
	2	CHNG. PLAZA FLR. AREA "A" TO TERR.	- 158,000	- 90,000	- 52,000	- 69,000	- 50,277	- 57,800	- 70,000
	3	CHNG. PLAZA FLR. AREA "B" TO TERR.	- 134,000	- 9,000	- 68,000	- 80,000	- 29,311	- 48,400	- 40,000
	4	CHNG. PLAZA FLR. AREA "A" & "B" TO TERR.	- 292,000	- 18,000	- 180,000	- 133,128	- 93,629	- 98,900	- 105,000
	5	CHNG. FLRS. 1 & 2 LBJ LIB. FROM TRAV-TERR.	- 110,000	- 71,000	- 80,065	- 74,060	- 38,531	- 73,000	- 80,000
BASE BID NO. 3 (SHELLSTONE)		11,168,000	12,460,000	11,574,000	12,400,000	11,661,000	11,396,000	11,435,000	
ALTERNATE BID NOS.	1	CHNG. PLAZA FLR. AREA "A" TO TERR.	- 158,000	- 19,000	- 52,000	- 69,000	- 50,277	- 57,800	- 70,000
	2	CHNG. PLAZA FLR. AREA "B" TO TERR.	- 134,000	- 27,000	- 68,000	- 64,000	- 29,311	- 48,400	- 40,000
	3	CHNG. PLAZA FLR. AREA "A" & "B" TO TERR.	- 292,000	- 46,000	- 180,000	- 133,000	- 93,629	- 99,000	- 105,000
	4	CHNG. FLRS. 1 & 2 LBJ LIB. FROM TRAV-TERR.	- 110,000	- 80,000	- 82,065	- 74,000	- 38,531	- 73,000	- 80,000
BASE BID NO. 4 (SITE WORK)		530,000	648,000	450,000	739,000	--	518,500	500,000	
ALT. NO.	1	OMIT SITE WORK IN AREA "C"	- 180,000	- 275,000	- 190,000	- 217,000	--	- 198,200	- 190,000
ADD ALTERNATES APPLICABLE TO BASE BID NOS. 1, 2 OR 3									
ALTERNATE NO.	1	CHNG. GLASS TO SECUR. TYPE PORTION BTH FLR.	+ 90,000	+ 95,000	+ 100,000	+ 95,000	--	+ 105,300	+ 95,000
	2	PART I LBJ LIBRARY ALARM SYSTEM	+ 180,000	+ 185,000	+ 187,000	+ 45,000	--	+ 179,300	+ 178,000
AMOUNT INCLUDED FOR DRAPES, TRACKS & RELATED		90,000	100,000	95,000	99,000	--	94,000	100,000	

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

*The bid of this company could not be considered, as no bid was made for Base Bid No. 4, which made the bid incomplete and therefore, invalid.

Land and Investment Committee

LAND AND INVESTMENT COMMITTEE

Date: September 13, 1967

Time: To be designated in the Supplementary Agenda Material.

Place: To be designated in the Supplementary Agenda Material.

LAND AND INVESTMENT COMMITTEE

September 13, 1967

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PERMANENT UNIVERSITY FUND -- INVESTMENT MATTERS.--

REPORT OF SECURITIES TRANSACTIONS.--The following securities transactions have been made for the Permanent University Fund from July 1, 1967 through August 31, 1967. The Executive Director of Investments, Trusts and Lands recommends approval by the Board of Regents of these transactions:

PURCHASES OF SECURITIES

U. S. GOVERNMENT SECURITIES

<u>Date of Purchase</u>	<u>Security</u>	<u>Maturity Value Bills Purchased</u>	<u>Market Price at Which Purchased</u>	<u>Total Principal Cost*</u>	<u>Equivalent Bond Yield on Cost</u>
7/21/67	U. S. Treasury Bills, dated 4/20/67, due 10/19/67, on a 4.20% yield basis	\$ 725,000	99.0083337N	\$ 717,810.42	4.30%
8/4/67	U. S. Treasury Bills, dated 5/2/67, due 11/2/67, on a 4.15% yield basis	450,000	99.008611N	445,538.75	4.23
TOTAL GOVERNMENT SECURITIES PURCHASED		<u>\$1,175,000</u>		<u>\$1,163,349.17</u>	<u>4.27%</u>

CORPORATE BONDS

		<u>Par Value Bonds Purchased</u>		<u>Indicated Current Yield on Cost**</u>
7/19/67	Texaco Inc. 5-3/4% Debentures, dated 7/15/67, due 7/15/97	<u>\$500,000</u>	100.4375 Av.	<u>5.72%</u>

COMMON STOCKS

		<u>No. of Shares Purchased</u>		
7/13/67	PepsiCo, Inc. Capital Stock	1,600	44-1/2(800) 44 (400) 43-1/4(400)	\$ 71,156.52 2.02%

*Includes brokerage commissions paid.

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

COMMON STOCKS (Continued)

<u>Date of Purchase</u>	<u>Security</u>	<u>No. of Shares Purchased</u>	<u>Market Price at Which Purchased</u>	<u>Total Principal Cost*</u>	<u>Indicated Current Yield on Cost**</u>
7/13 & 14/67	J. C. Penney Co., Inc. Common Stock	1,500	65-3/4(400) 65-3/8(300) 65-1/4(400) 65 (400)	\$ 98,695.56	2.74%
7/14/67	Oklahoma Gas & Electric Co. Common Stock	2,000	25-1/2(1800) 25-1/4(200)	51,584.76	3.88
7/14/67	National Dairy Products Corp. Common Stock	1,800	36-3/8	66,144.42	3.81
7/17/67	Gulf Oil Corp. Capital Stock	1,600	66-1/4(400) 66-1/8(300) 66 (800) 65-3/4(100)	106,442.23	3.91
7/14/67	PepsiCo, Inc. Capital Stock	300	43-1/2 Net	13,050.00	2.07
7/17/67	Deere & Co. Common Stock	1,200	60-3/4	73,440.96	2.94
7/18/67	National Dairy Products Corp. Common Stock	1,200	36-3/4	44,548.56	3.77
7/18/67	J. C. Penney Co., Inc. Common Stock	500	65-1/4	32,852.65	2.74
7/18/67	Deere & Co. Common Stock	800	59	47,559.20	3.03
7/18/67	Oklahoma Gas & Electric Co. Common Stock	1,000	25-3/8	25,691.90	3.89
7/19/67	General Motors Corp. Common Stock	1,300	82	107,213.60	4.91
7/19/67	PepsiCo, Inc. Capital Stock	1,600	42 (700) 41-7/8(900)	67,726.96	2.13
7/20/67	Oklahoma Gas & Electric Co. Common Stock	2,000	25-1/4	51,132.60	3.91
7/20/67	Bank of America NT&SA (San Francisco) Common Capital Stock	1,200	57-5/8 Net	69,150.00	3.82
7/21/67	Bank of America NT&SA (San Francisco) Common Capital Stock	1,300	58 Net	75,400.00	3.79
7/24/67	National Dairy Products Corp. Common Stock	2,400	39-1/8(2000) 38-7/8(400)	94,724.96	3.55
7/24/67	Texaco Inc. Capital Stock	2,000	76-1/8(600) 76 (1000) 75-3/4(400)	152,906.98	3.47

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

COMMON STOCKS (Continued)

<u>Date of Purchase</u>	<u>Security</u>	<u>No. of Shares Purchased</u>	<u>Market Price at Which Purchased</u>	<u>Total Principal Cost*</u>	<u>Indicated Current Yield on Cost**</u>
7/24 & 25/67	Public Service Co. of Indiana, Inc. Common Stock	2,200	46-1/2(600) 46-3/8(100) 46-1/8(300) 46 (500) 46-1/4(700)	\$ 102,676.78	4.11%
7/25/67	Oklahoma Gas & Electric Co. Common Stock	2,800	26-1/8(1300) 26 (1500)	73,859.28	3.79
7/25/67	Otis Elevator Co. Common Stock	1,300	46 (600) 45-7/8(600) 45-3/4(100)	60,245.52	4.32
7/25/67	Sterling Drug Inc. Common Stock	1,100	50 (300) 49-7/8(200) 49-3/4(200) 49-5/8(400)	55,257.88	1.79
7/25/67	Commonwealth Edison Co. Common Stock	1,500	49-3/8	74,717.85	4.42
7/25/67	National Cash Register Co. Common Stock	100	102-1/2	10,299.25	1.17
7/26/67	Bank of America NT&SA (San Francisco) Common Capital Stock	2,200	57-7/8N(1200) 57-3/4N(1000)	127,200.00	3.81
7/26/67	General Motors Corp. Common Stock	1,300	82	107,213.60	4.91
7/26/67	Xerox Corp. Common Stock	500	270	135,330.00	0.52
7/26/67	Gulf Oil Corp. Capital Stock	1,900	70 (200) 69-7/8(500) 69-3/4(300) 69-5/8(300) 69-1/2(600)	133,323.47	3.71
7/26/67	PepsiCo, Inc. Capital Stock	2,300	43 (800) 42-3/4(1500)	99,454.70	2.08
7/27/67	Deere & Co. Common Stock	2,000	57-3/4	116,395.60	3.09
7/27/67	National Dairy Products Corp. Common Stock	2,400	39 (1200) 38-7/8(700) 38-3/4(500)	94,310.48	3.56
7/27/67	Public Service Co. of Indiana, Inc. Common Stock	2,200	47-3/8(1800) 47-1/4(100) 47 (300)	105,038.55	4.02
7/28/67	Oklahoma Gas & Electric Co. Common Stock	2,900	27-1/2	80,699.75	3.59

*Includes brokerage commissions paid.

**Yield at present indicated dividend rates.

COMMON STOCKS (Continued)

<u>Date of Purchase</u>	<u>Security</u>	<u>No. of Shares Purchased</u>	<u>Market Price at Which Purchased</u>	<u>Total Principal Cost*</u>	<u>Indicated Current Yield on Cost**</u>
7/28/67	Columbia Broadcasting System, Inc. Common Stock	2,000	62-3/8(200) 62-1/4(100) 61-3/4(100) 61-5/8(100) 61-3/8(1000) 61-1/4(500)	\$ 123,940.60	2.26%
7/28/67	Commonwealth Edison Co. Common Stock	900	50-3/4(500) 50-5/8(400)	46,021.64	4.30
7/28/67	National Cash Register Co. Common Stock	1,100	107 (300) 106-7/8(200) 106-3/4(200) 106-3/8(400)	117,921.40	1.19
7/31/67	Public Service Co. of Indiana, Inc. Common Stock	2,100	47-1/4(300) 47-1/8(700) 47 (1000) 46-3/4(100)	99,730.69	4.04
7/31/67	Commonwealth Edison Co. Common Stock	600	51-1/4(300) 51-1/8(300)	30,977.22	4.20
7/31/67	PepsiCo, Inc. Capital Stock	700	43-1/4(600) 43 (100)	30,534.28	2.06
7/31/67	Texaco Inc. Capital Stock	1,500	74-1/4	112,071.45	3.55
7/31/67	Otis Elevator Co. Common Stock	1,200	45-7/8(300) 45-3/4(200) 45-5/8(500) 45-1/2(200)	55,327.13	4.34
7/31/67	Sterling Drug Inc. Common Stock	1,300	51-7/8(500) 51-5/8(300) 51-1/2(500)	67,749.18	1.73
8/1/67	Avon Products, Inc. Capital Stock	1,000	112	112,502.00	1.24
8/1/67	Eastman Kodak Co. Common Stock	800	129	103,615.20	1.58
8/1/67	Gulf Oil Corp. Capital Stock	1,900	70-1/4	134,349.57	3.68
8/1 & 2/67	National Dairy Products Corp. Common Stock	2,200	38-3/8(1000) 38-1/8(1000) 38 (200)	85,441.00	3.86
8/2/67	Chas. Pfizer & Co., Inc. Common Stock	2,000	90 (1000) 88-1/2(1000)	179,458.50	1.62
8/2/67	Sterling Drug Inc. Common Stock	600	52-3/4(200) 52-5/8(200) 52-1/8(200)	31,765.50	1.70

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

COMMON STOCKS (Continued)

Date of Purchase	Security	No. of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield on Cost**
8/2/67	United Air Lines, Inc. Common Stock	1,600	83-1/4(400) 83 (400) 82-3/4(400) 82-3/8(400)	\$ 133,306.60	1.20%
8/2/67	Continental Can Co., Inc. Common Stock	2,000	60-3/4(1100) 60-1/2(300) 60-1/4(200) 60 (400)	121,926.09	3.28
8/2/67	Bank of America NT&SA (San Francisco) Common Capital Stock	2,200	59-3/4 Net	131,450.00	3.68
8/8/67	Xerox Corp. Common Stock	500	264 (100) 262-1/8(400)	131,576.24	0.53
8/11/67	Public Service Co. of Indiana, Inc. Common Stock	1,500	46-7/8(1100) 46-3/4(400)	70,898.86	4.06
8/11/67	Southern Co. Common Stock	3,000	25-3/4	78,206.40	3.91
8/14/67	Eastman Kodak Co. Common Stock	1,000	129-7/8	130,394.90	1.57
8/14/67	Xerox Corp. Common Stock	500	261-1/2(100) 261 (100) 260-3/4(100) 260-1/2(100) 260-1/4(100)	130,725.41	0.54
8/14/67	Continental Oil Co. Common Stock	2,000	68-3/8	137,666.80	3.78
8/15/67	Public Service Co. of Indiana, Inc. Common Stock	1,500	46-3/8(800) 46-1/4(700)	70,107.43	4.11
8/15/67	Southern Co. Common Stock	1,000	25-3/4(900) 25-5/8(100)	26,056.23	3.91
8/15/67	Virginia Electric and Power Co. Common Stock	2,800	44-1/4(900) 44-1/8(400) 44 (1500)	124,624.41	3.06
8/15/67	Continental Illinois NB&T Co. of Chicago Common Capital Stock	2,000	35 Net	70,000.00	4.00
8/16 & 17/67	Continental Oil Co. Common Stock	2,000	69-3/4(200) 69-1/2(1200) 69-3/8(300) 69-1/4(300)	139,856.47	3.72
8/16/67	Texaco Inc. Capital Stock	2,000	75-1/4	151,430.60	3.50

*Includes brokerage commissions paid.

**Yield at present indicated dividend rates.

COMMON STOCKS (Continued)

<u>Date of Purchase</u>	<u>Security</u>	<u>No. of Shares Purchased</u>	<u>Market Price at Which Purchased</u>	<u>Total Principal Cost*</u>	<u>Indicated Current Yield on Cost**</u>
8/17/67	Southern Co. Common Stock	3,000	25-1/2	\$ 77,452.50	3.95%
8/18/67	Continental Illinois NB&T Co. of Chicago Common Capital Stock	2,000	34-3/4 Net	69,500.00	4.03
8/18/67	Continental Oil Co. Common Stock	1,000	71 (200) 70-3/4(500) 70-1/4(300)	71,110.69	3.66
8/18/67	Virginia Electric and Power Co. Common Stock	1,200	45 (700) 44-7/8(500)	54,435.20	3.00
8/21/67	PepsiCo, Inc. Capital Stock	2,000	41-1/2	83,795.00	2.15
8/22/67	Continental Oil Co. Common Stock	1,200	71 (800) 70-7/8(400)	85,703.16	3.64
8/22/67	Xerox Corp. Common Stock	<u>500</u>	261	<u>130,825.50</u>	<u>0.54</u>
	Total Common Stocks Purchased	<u>108,400</u>		<u>6,177,898.42</u>	<u>3.00</u>
	TOTAL CORPORATE SECURITIES PURCHASED			<u>\$6,680,085.92</u>	<u>3.20%</u>

*Includes brokerage commissions paid.

**Yield at present indicated dividend rates.

SALES OF CORPORATE SECURITIES

Blocks of Common Stocks Sold

<u>Date Sold</u>	<u>Security Sold</u>	<u>No. of Shares Sold</u>	<u>Net Sales Proceeds</u>	<u>Book Value of Holding</u>	<u>Gain or (Loss) on Sale</u>
7/12/67	American Tobacco Co. Common Stock	24,200	\$ 845,968.89	\$ 699,934.19	\$146,034.70
7/12/67	R. J. Reynolds Tobacco Co. Common Stock	59,600	2,381,593.96	2,174,418.44	207,175.52
8/1/67	Commercial Credit Co. Common Stock	27,600	885,897.92	952,005.40	(66,107.48)

SALES OF CORPORATE SECURITIES
(Continued)

Fractional Shares Sold

<u>Date Sold</u>	<u>Fractional Shares Sold</u>	<u>Net Sales Proceeds#</u>
7/17/67	1/2 Share First National Bank in Dallas Common Capital Stock, received in 10% stock dividend	\$ 15.75
7/19/67	5/100ths Share Security First National Bank (LA) Common Stock, received in 15% stock dividend	1.84
8/14/67	35/40ths Share International Business Machines Corp. Capital Stock, received in 2-1/2% stock dividend	445.29

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

EXCHANGE OF TREASURY SECURITIES

B O N D S E X C H A N G E D

Date Exchanged		Description & Par Value Exchanged	Book Value Exchanged*	Amortized Annual Income	Current Rate of Return
<u>3s of 2/15/95</u>					
7/7/67	(1)	\$ 3,000,000	\$ 2,991,491.36	\$ 90,303.88	3.02%
7/13/67	(2)	3,000,000	2,992,065.36	90,283.38	3.02
7/19,21/67	(3)	4,000,000	3,977,437.04	120,805.82	3.04
7/24,25/67	(4)	4,000,000	3,981,376.08	120,665.14	3.03
8/4,7,9/67	(5)	6,000,000	5,966,339.45	181,224.02	3.04
8/11,15,16,17/67	(6)	7,000,000	6,991,194.05	210,320.58	3.01
8/18,22,24/67	(7)	6,000,000	5,993,992.35	180,217.46	3.01
TOTALS (1) - (7)		<u>33,000,000</u>	<u>32,893,895.69</u>	<u>993,820.28</u>	<u>3.02%</u>
<u>3-1/4s of 5/15/85</u>					
8/21/67	(8)	10,000,000	9,963,899.20	327,005.60	3.28%
TOTALS --					
(1) through (8)		<u>\$43,000,000</u>	<u>\$42,857,794.89</u>	<u>\$1,320,825.88</u>	

B O N D S R E C E I V E D

Description & Par Value Received	Principal Adjustment Required##	Book Value on Interest Exchange Date**	Amortized Annual Income	Current Rate of Return	INCREASE IN Rate of Return	Annual Income
<u>3-1/2s of 11/15/98</u>						
\$ 3,000,000 (1)	\$ 26,250.00	\$ 3,017,741.36	\$ 104,427.70	3.46%	0.44%	\$ 14,123.82
3,000,000 (2)	26,250.00	3,018,315.36	104,409.18	3.46	0.44	14,125.80
4,000,000 (3)	32,500.00	4,009,937.04	139,679.45	3.48	0.44	18,873.63
4,000,000 (4)	32,500.00	4,013,876.08	139,552.38	3.48	0.45	18,887.24
6,000,000 (5)	48,750.00	6,015,089.45	209,513.24	3.48	0.44	28,289.22
7,000,000 (6)	55,312.50	7,046,506.55	243,499.79	3.46	0.45	33,179.21
6,000,000 (7)	45,625.00	6,039,617.35	208,722.02	3.46	0.45	28,504.56
TOTALS (1) - (7)						
<u>33,000,000</u>	<u>267,187.50</u>	<u>33,161,083.19</u>	<u>1,149,803.76</u>	<u>3.47%</u>	<u>0.45%</u>	<u>155,983.48</u>
<u>3-1/2s of 2/15/90</u>						
10,000,000 (8)	- 0 -	9,963,899.20	351,569.60	3.53%	0.25%	24,564.00
TOTALS --						
(1) through (8)						
<u>\$43,000,000</u>	<u>\$267,187.50</u>	<u>\$43,124,982.39</u>	<u>\$1,501,373.36</u>			<u>\$180,547.48</u>

*Book value last interest payment date prior to interest exchange date.

##Principal payup required to be paid by University to dealer.

**Book value of bonds sent in for exchange adjusted for principal payup required.

PERMANENT UNIVERSITY FUND - INVESTMENT MATTERS. --

RECOMMENDATION FOR APPROVAL OF APPLICANTS FOR APPOINTMENT AS SELLER-SERVICERS. --As authorized by the Board at its meeting on July 29, 1967, applications are being received from Mortgage Bankers and Banks for designation as Seller-servicers from whom FHA loans will be purchased. Processing of such applications will commence on September 1 when Mr. Errett Cummings, who has been employed as Mortgage Loan officer to head up our FHA loan program, reports for duty. All such applications will not be processed by the date of the September meeting of the Board, but a sufficient number will be to enable us to make recommendations as to a starting nucleus of our approved list. A list of those to be recommended for initial approval will be furnished the Regents as soon as possible.

RECOMMENDATION FOR APPROVAL OF TITLE COMPANIES. --A preliminary list of title companies whose policies will be recommended for acceptance for our FHA loan program will be submitted for approval of the Board of Regents at the September meeting. As soon as possible, the proposed list will be furnished the Regents.

RATIFICATION OF APPOINTMENT OF MORTGAGE LOAN OFFICER AND BUDGET ACTIVATING MORTGAGE LOAN PROGRAM. --As authorized by the Board at the meeting of July 29, the Chairman of the Board and the Executive Director, Investments, Trusts and Lands have appointed Mr. Wm. Errett Cummings, formerly Vice President of National Bank of Commerce, Dallas, Texas, effective September 1, 1967, as Mortgage Loan Officer, to supervise our FHA loan program, and the approved budget for this operation for the 1967-68 fiscal year is as follows:

Mortgage Loan Officer	\$17,500.
Senior Secretary	4,392.
Maintenance & Operation	4,108.
Travel	2,500.
Equipment	1,500.
	<u>\$30,000.</u>

Ratification is recommended.

PERMANENT UNIVERSITY FUND - LAND MATTERS.--

LEASES AND EASEMENTS.--It is recommended by the Executive Director of Investments, Trusts and Lands that the following applications for various leases, easements, and assignments on University Lands be approved. All are at the standard rates, unless otherwise stated, are on the University's standard forms with grazing leases carrying provisions for renewal for an additional five years at negotiated terms. Payments for easements and material source permits have been received in advance unless otherwise stated. All have been approved as to form by the University Attorney and as to content by the Endowment Officer and will be executed by the Executive Director of Investments, Trusts and Lands.

EASEMENTS AND SURFACE LEASES

NO.	GRANTEE	TYPE OF PERMIT	COUNTY	LOCATION	DISTANCE OR AREA	PERIOD	CONSIDERATION
2435	Shell Oil Company (Renewal of 991)	Pipe Line	Hudspeth	Blocks "J", "K" and "L"	10,155.35 rds 6-5/8"	9/1/67 - 8/31/77	\$ 12,186.42
2436	Pan American Petroleum Corp.	Pipe Line	Andrews	Block 13	1,796.97 rds 6"	7/1/67 - 6/30/77	1,078.18
2437	Bewick Transport Company (Renewal of 1007)	Surface Lease (Business Site)	Reagan	Block 11	200' x 200'	8/1/67 - 7/31/68	200.00*
2438	The Permian Corporation (Renewal of 979)	Surface Lease (Butane Storage Tank Site)	Reagan	Block 11	200' x 200'	8/1/67 - 7/31/68	200.00*
2439	El Paso Natural Gas Company (Renewal of 1047)	Pipe Line	Andrews	Block 9	263.636 rds 8-5/8"	1/1/68 - 12/31/77	316.37
2440	El Paso Natural Gas Company (Renewal of 1051 & 1053)	Pipe Line	Andrews	Block 1	378.485 rds 4-1/2"	1/1/68 - 12/31/77	227.10
2441	U. S. Natural Gas Corporation	Pipe Line	Andrews	Block 13	277.9 rds 3-1/2"	8/1/67 - 7/31/77	166.74
2442	El Paso Natural Gas Company	Pipe Line	Upton	Block 3	3.03 rds 4-1/2"	1/1/67 - 12/31/76	50.00 (Min.)

EASEMENTS AND SURFACE LEASES, Continued

NO.	GRANTEE	TYPE OF PERMIT	COUNTY	LOCATION	DISTANCE OR AREA	PERIOD	CONSIDERATION
2443	Lower Valley Oil Company	Surface Lease (Roadside Sign)	El Paso	Block "L"	40' x 300'	9/1/67 - 8/31/68	\$ 75.00*
2444	Phillips Petroleum Company (Renewal of 955)	Pipe Line	Crane and Upton	Block 30	2,232.5 rds various sized line	5/1/67 - 4/30/77	2,264.16
2445	Phillips Petroleum Company	Pipe Line	Winkler	Blocks 17 and 21	254.5 rds 3-1/2" 1,057.1 rds 4-1/2"	8/1/67 - 7/31/77	760.73
2446	Humble Oil & Refining Co. (Renewal of 1003)	Pipe Line	Ector	Block 35	351.4 rds 4"	7/1/67 - 6/30/77	210.84
2447	Phillips Petroleum Company (Renewal of 1010)	Pipe Line	Crane	Block 30	258.5 rds 4-1/2"	9/1/67 - 8/31/77	149.93
2448	Reeves County Gas Company (Renewal of 1039)	Pipe Line	Pecos	Block 28	529.0 rds 3-1/2"	12/1/67 - 11/30/77	306.82
2449	Cardinal Petroleum Corp.	Pipe Line	Martin	Block 6	1,122.42 rds 4-1/2"	7/1/67 - 6/30/77	673.45
2450	Phillips Petroleum Company (Renewal of 1027)	Pipe Line	Andrews	Blocks 1, 4, 5, 8, 9, 10 and 14	40,222.3 rds various sized line	5/1/67 - 4/30/77	39,752.28
2451	El Paso Natural Gas Company (Renewal of 1062 and 1063)	Pipe Line	Andrews	Blocks 1 and 9	50.060 rds 4-1/2"	2/1/68 - 1/31/78	50.00 (Min.)
2452	Phillips Petroleum Company	Pipe Line	Andrews	Blocks 3, 4, 8, 9 and 13	690.8 rds various sized line	3/1/67 - 2/28/77	414.48
2453	Phillips Petroleum Company	Pipe Line	Crane and Upton	Block 30	359.2 rds 4-1/2"	8/1/67 - 7/31/77	208.34

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EASEMENTS AND SURFACE LEASES, Continued

NO.	GRANTEE	TYPE OF PERMIT	COUNTY	LOCATION	DISTANCE OR AREA	PERIOD	CONSIDERATION
2454	Northern Natural Gas Company	Surface Lease (Plant Site)	Pecos	Block 19	8.15 acres	9/1/67 - 8/31/68	\$ 122.25*
2455	Phillips Petroleum Company	Pipe Line	Andrews	Blocks 10 and 11	1,944.6 rds 2-3/8" 539.5 rds 3-1/2"	8/1/67 - 7/31/77	1,440.78
2456	Phillips Petroleum Company	Pipe Line	Andrews	Blocks 9 and 11	593.0 rds 2-3/8"	8/1/67 - 7/31/77	343.95
2457	Mobil Pipe Line Company (Renewal of 1008)	Surface Lease (Pump Station Site)	Andrews	Block 13	10 acres	9/1/67 - 8/31/68	150.00*
2458	Service Pipe Line Company	Pipe Line	Andrews	Block 13	239.333 rds 4-1/2"	8/1/67 - 7/31/77	138.81
2459	Reeves County Gas Co.	Pipe Line	Pecos	Block 28	218.76 rds 4-1/2"	8/1/67 - 7/31/77	126.88

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

MATERIAL SOURCE PERMITS

<u>NO.</u>	<u>GRANTEE</u>	<u>COUNTY</u>	<u>LOCATION</u>	<u>QUANTITY</u>	<u>CONSIDERATION</u>
320	L. C. Younger Construction Co., Inc.	Andrews	Block 9	354 cubic yards	\$ 106.20
321	Tripp Construction, Inc.	Andrews	Block 9	678 cubic yards	203.40
322	W. A. (Bill) Farmer Const. Co.	Andrews	Block 9	456 cubic yards	136.80
323	Tripp Construction, Inc.	Andrews	Block 9	1,074 cubic yards	322.20
324	D. D. Poynor Construction Company	Reagan	Block 11	1,830 cubic yards	549.00

TRUST AND SPECIAL FUNDS -- INVESTMENT MATTERS.--

REPORT OF SECURITIES TRANSACTIONS.--The following securities transactions have been made for the Trust and Special Funds from July 1, 1967 through August 31, 1967. The Executive Director of Investments, Trusts and Lands recommends approval by the Board of Regents of these transactions:

PURCHASES OF SECURITIES

<u>Date of Purchase</u>	<u>Security</u>	<u>Principal Cost</u>
7/14/67	2 rights to subscribe for Continental Oil Co. Common Stock in order to round out one extra share purchased (The University of Texas System Common Trust Fund)	\$ 1.37
7/19/67	\$6,678.75 par value Austin National Bank 5-1/2% Time Certificate of Deposit, dated 7/19/67, due 1/19/68, at par (Development Board - Development Projects and Publications - Temporary)	6,678.75
8/3/67	\$56,000 maturity value U. S. Treasury Bills, dated 7/31/67, due 7/31/68, on a 4.99% yield basis at a dollar price of 95.043071 (includes \$3.00 wire transfer fee) with an equivalent bond yield of 5.26% to maturity (Texas Union - Reserve for Repair and Replacements)	53,224.12
8/14/67	500 Shares Columbia Broadcasting System, Inc. Common Stock, at 61-1/2	30,975.75
	500 Shares Chemical Bank New York Trust Co. Capital Stock, at 49-3/4 Net	24,875.00
	500 Shares Continental Oil Co. Common Stock, at 68-1/2	34,479.25
	1,000 Shares National Dairy Products Corp. Common Stock, at 39-5/8	40,013.10
	500 Shares Otis Elevator Co. Common Stock, at 44-3/4	22,581.90
	500 Shares Owens-Illinois, Inc. Common Stock, at 57-3/4	29,098.90
	500 Shares Public Service Co. of Indiana, Inc. Common Stock, 100 at 46-5/8 and 400 at 46-1/2	23,473.81
	500 Shares Sterling Drug Inc. Common Stock, at 50-7/8	25,657.95
	100 Shares Xerox Corp. Common Stock, at 256-1/2	25,714.65
8/14 & 15/67	1,500 Shares Southern Co. Common Stock, at 25-5/8	38,914.65
8/15/67	200 Shares Eastman Kodak Co. Common Stock, at 131-5/8	26,429.32
	500 Shares Sears, Roebuck and Co. Common Stock, at 58-5/8	29,536.80
8/21/67	300 Shares PepsiCo, Inc. Capital Stock, 200 at 41-3/4 and 100 at 41-5/8 (The University of Texas System Common Trust Fund)	12,632.07

SALES OF SECURITIES

Date Sold	Security	Principal Proceeds
7/14/67	8 rights to subscribe for Continental Oil Co. Common Stock (Hogg Foundation: W. C. Hogg Estate Fund)	\$ 5.49#
	3 rights Ditto (The University of Texas System Common Trust Fund)	3.13#
7/14/67	2 Shares International Telephone and Telegraph Corp. Common Stock, sold at 100 (Anderson Hospital Research Fund)	193.89
7/19/67	85/100ths share Security First National Bank (LA) Common Stock, received in 15% stock dividend (Archer M. Huntington Museum Fund)	31.35#
8/3/67	671 Shares Allied Chemical Corp. Common Stock, sold 600 at 40-1/4 and 71 at 40-1/8 (Gain on sale over book value \$5,619.03)	26,698.76
	1,100 Shares Atchison, Topeka & Santa Fe Railway Co. Common Capital Stock, sold 700 at 29-7/8 and 400 at 29-5/8 (Gain on sale over book value \$2,428.00)	32,334.02
	600 Shares Bethlehem Steel Corp. Common Stock, sold at 36 (Loss on sale over book value \$2,565.22)	21,347.56
	600 Shares C. I. T. Financial Corp. Common Stock, sold at 31-1/8 (Gain on sale over book value \$1,498.30)	18,437.26
	400 Shares Commercial Credit Co. Common Stock, sold at 34 (Loss on sale over book value \$3,574.52)	13,435.72
	90 Shares Inland Steel Co. Capital Stock, sold at 38-5/8 (Gain on sale over book value \$377.30)	3,437.30
	600 Shares Libbey-Owens-Ford Glass Co. Common Stock, sold at 52-1/2 (Gain on sale over book value \$1,045.66)	31,203.87
	500 Shares Norfolk & Western Railway Co. Common Stock, sold at 106 (Gain on sale over book value \$3,670.58)	52,725.94
	300 Shares Parke, Davis & Co. Common Stock, sold at 30 (Loss on sale over book value \$3,158.82)	8,882.82
	200 Shares Republic Steel Corp. Common Stock, sold at 48-1/8 (Gain on sale over book value \$345.18)	9,528.68
	2,800 Shares R. J. Reynolds Tobacco Co. Common Stock, sold 2,100 at 42-7/8, 400 at 43, 200 at 42-5/8 and 100 at 42-3/4 (Gain on sale over book value \$39,024.86)	118,762.80
	406 Shares Union Pacific Railroad Co. Common Capital Stock, sold 400 at 44 and 6 at 43-7/8 (Gain on sale over book value \$5,633.11)	17,672.31
	212 Shares United States Steel Corp. Common Capital Stock, sold 200 at 47-3/4 and 12 at 47-5/8 (Loss on sale over book value \$6,700.02) (Net gain on total sales over total book value \$43,643.44) (The University of Texas System Common Trust Fund)	10,014.20

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

THE UNIVERSITY OF TEXAS SYSTEM COMMON TRUST FUND - RECOMMENDATION RE ADDITIONS.--The Executive Director of Investments, Trusts and Lands recommends that the following supplemental additions made to the Common Trust Fund endowment account on September 1, 1967, be approved:

Fund	Recommended Addition
Joseph F. Barthmaier, Jr. Memorial Scholarship (Business Administration) (\$2,360.00 already in Common Fund)	\$ 100.00
The Marquis G. Eaton Accounting Education Fund (College of Business Administration Foundation) (\$13,097.00 already in Common Fund)	100.00
Edward Louis Dodd and Alice Laidman Dodd Fellowship Fund (\$50,607.66 already in Common Fund)	96.76
1966 M. E. Class Fund (College of Engineering Foundation) (\$35.28 already in Common Fund)	10.37
Department of Drama Ex-Students Scholarship Fund (College of Fine Arts Foundation) (\$9,490.00 already in Common Fund)	259.20
Mary E. Gearing Bequest for Child Welfare and Parent Education Foundation (\$37,784.09 already in Common Fund)	71.40
Hal P. Bybee Memorial Fund (Geology Foundation) (\$135,679.75 already in Common Fund)	90.00
Robert H. Cuyler Memorial Scholarship in Geology (Geology Foundation) (\$13,457.57 already in Common Fund)	10.00
Guy E. Green Scholarship Fund (Geology Foundation) (\$7,373.45 already in Common Fund)	120.00
Hogg Foundation - Eloise Helbig Chalmers - Ima Hogg Fund (\$1,135.77 already in Common Fund)	47.61
Thos. E. Hogg - Residuary Legacy (\$3,293.05 already in Common Fund)	36.06
Journalism Department - Various Donors (\$7,824.14 already in Common Fund)	1,660.00
Library Memorial Fund - Various Donors (\$2,726.75 already in Common Fund)	100.00
The Perry and Tommie Patterson Fund in Political Science (\$520.12 already in Common Fund)	15.00
Lora Lee Pederson Scholarship Fund, Graduate School of Social Work (\$3,736.52 already in Common Fund)	20.00
The Albert Schweitzer Scholarship Fund (\$398.07 already in Common Fund)	45.10
The J. V. and H. A. Stiles Foundation (\$98,976.58 already in Common Fund)	22.13

COMMON TRUST FUND -- RECOMMENDATION RE ADDITIONS
(Continued)

Fund	Recommended Addition
John Arch White Professorship in Business Administration (\$13,199.78 already in Common Fund)	\$ 400.00
Rupert Estel Hall Fund for Needy Students (Houston Dental Branch) (NEW FUND)	2,024.50
Gillette Professorship of Obstetrics and Gynecology (Dallas Medical School) (\$9,581.77 already in Common Fund)	168.84
C. D. Belding Memorial Fund (U. T. El Paso) (\$5,647.00 already in Common Fund)	500.00
Fessinger Memorial Lecture Fund (U. T. El Paso) (\$1,713.96 already in Common Fund)	400.00
Daniel L. Hill, Jr. Scholarship (U. T. El Paso) (NEW FUND)	5,000.00
Library Endowment Fund (U. T. El Paso) (\$2,069.00 already in Common Fund)	323.00
Lloyd A. Nelson Professorship in Geology (U. T. El Paso) (\$24,914.03 already in Common Fund)	1,105.00
Supplemental additions made to Common Trust Fund on September 1, 1967	<u>\$12,724.97*</u>

*The above total of \$12,724.97 submitted for approval, supplements additions in the amount of \$5,778.40 made to the Common Trust Fund on September 1, 1967, previously approved by the Land and Investment Committee.

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

HOUSTON DENTAL BRANCH - BEQUEST UNDER THE WILL OF DAISY J. HALL.-- Paragraph 12 of a will of Daisy J. Hall, executed July 20, 1960, reads as follows:

"12. Five Thousand Dollars (\$5,000.00), or any part thereof, of the rest, residue and remainder of my property and estate, both real and personal, of whatsoever kind and wheresoever situated, of which I die seized and possessed or of which I shall be entitled to dispose at the time of my death, I give, devise and bequeath to the University of Texas, Dental Branch, and I direct that same be known as the Rupert Estel Hall Fund, and be held in trust by said university dental branch, and invested by the proper officers of said university dental branch without specification as to type of investment, and the income therefrom be used and expended in aiding worthy and needy students who are partially or wholly self-supporting, and who are then attending said university dental branch; said aid to be furnished as aforesaid to worthy and needy students may be in the form of a gift or a loan without interest, as in the discretion of the proper officers of said university dental branch, may be deemed wisest, but in no event is any portion of the principal of said fund to be expended for any purpose."

Under later wills, including one dated June 1, 1964, Mrs. Hall left only one antique picture and one antique lamp to the Dental Branch.

The June 1, 1964, will was filed for probate in Harris County, and a will contest suit, in which the Attorney General participated on behalf of the University and other charitable and educational institutions, was filed.

Under an Agreed Judgment dated July 17, 1967, by the District Court of Harris County, 133rd Judicial District, the Dental Branch received the sum of \$2,222 from which was paid \$197.50 to defray a portion of the expenses incurred in developing the case and conducting the two court trials. The matter was handled through the Attorney General's Office and the painting and lamp are being placed at the Houston Dental Branch.

In connection with the net cash bequest of \$2,024.50, it is the recommendation of Dr. John V. Olson, Dean of The University of Texas Dental Branch, concurred in by the Executive Director, Investments, Trusts and Lands, that the bequest be accepted with the money to be added to the Common Trust Fund and the income be designated for use as follows:

The income from the Rupert Estel Hall Fund will be expended in aiding worthy and needy students who are attending The University of Texas Dental Branch at Houston in the form of a scholarship, loan without interest, or as matching funds for the Health Professions Student Loan Fund to enable The University of Texas Dental Branch at Houston to afford greater financial aid to worthy and needy students.

TRUST AND SPECIAL FUNDS - REAL ESTATE MATTERS.--

U. T. EL PASO - FRANK B. COTTON TRUST FUND - RECOMMENDATION FOR SALE OF APPROXIMATELY 2,178 ACRES IN HUDSPETH COUNTY TO TIDWELL RANCHES, INC.--The Board of Regents received from the Estate of Frank B. Cotton, for the benefit of U. T. El Paso, in 1937, approximately 36,360 acres of land in Culberson and Hudspeth Counties nearly all of which is in alternated or checker-boarded sections. Part of this land is described as Sections 1, 3, 5 and 7 G. C. & S. F. Survey, Block 5, Hudspeth County, Texas, amounting to approximately 2,178 acres which is poor-class ranch land rented at this time for annual grazing rental of five cents (5¢) an acre. Minerals apparently are of nominal value only.

Tidwell Ranches, Inc., who have bought other acreage in the area, apparently nearly all at lower prices than ten dollars (\$10.00) an acre, have offered the Board of Regents \$21,785.00 cash for the approximately 2,178 acres with the Board of Regents to retain one-half (1/2) of all minerals, fully participating as to bonuses, rentals, and royalties but with full leasing rights in the purchaser and its successors in title. The only independent appraisal the University has obtained on this property was in 1962 by Mr. Joseph U. Sweeney, Jr. of El Paso, who is now deceased, and he gave an average value of \$6.77 per acre, including one-half (1/2) of the minerals, to the acreage covered by the offer. It appears that there has been no general increase in ranch land values in the area since the 1962 appraisal.

The University will furnish abstracts for examination but will not be responsible for a survey, and the purchase price is not subject to adjustment now or later as a result of any survey.

The Cotton Trust Advisory Committee, President Ray, and the Executive Director of Investments, Trusts and Lands join in recommending the acceptance of this offer, with the proceeds to be invested as part of the Frank B. Cotton Trust Endowment Fund for U. T. El Paso.

U. T. EL PASO - FRANK B. COTTON TRUST FUND - RECOMMENDATION FOR SALE OF 2.23 ACRES, COTTON ADDITION, EL PASO, TO K.A.W. INVESTMENT COMPANY--The Board of Regents on June 17 authorized a new lease for 20 years from April 1, 1968, on a tract of approximately 2.23 acres in the Cotton Addition in El Paso to Ted F. Karam et al, the new lease to be at monthly rental of \$607 for the first 10 years and providing for a reappraisal for establishing rental for the last 10 years. The current lease recently assigned by Robert G. Folk to Mr. Karam et al runs through March 31, 1968. Improvements are owned by the lessees. Rental for the first 10 years was based on 6 per cent net return on value of \$1.25 per square foot for the land. Recent independent appraisal gave a market value of \$1.00 per square foot.

Mr. Karam now proposes purchase of this tract at \$1.25 per square foot cash, amounting to approximately \$121,000, by K.A.W. Investment Company, understood to be owned by the same individuals to whom the lease was authorized. The purchaser has deposited with the University \$12,000 earnest money and will have until March 1, 1968, to close the purchase. All minerals will be reserved for the Cotton Trust

but without the use of the surface for drilling or mining operations. It is expected that the new lease will be executed and the sale made subject to it, or the obligation by the lessees to go forward with the new lease will be preserved in case for any reason purchase is not completed.

The Cotton Trust Advisory Committee, President Ray, and the Executive Director of Investments, Trusts and Lands join in recommending that the Board of Regents accept the purchase proposal and authorize the execution of the deed with the proceeds to be credited to the Frank B. Cotton Trust Endowment account and invested.

TRUST AND SPECIAL FUNDS - BOND MATTERS. --

U. T. AUSTIN: APPROVAL OF EXECUTION OF LOAN AGREEMENT WITH THE DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT FOR CONSTRUCTION LOAN FOR WOMEN'S COOPERATIVE HOUSING PROJECT NO. 2. --As authorized by the Board of Regents at its meeting in Galveston on March 11, 1967, additional data were filed with the Department of Housing and Urban Development in support of our application for a construction loan of \$520,000 under Title IV, College Housing Loan Program, for the Women's Cooperative Housing Project Number 2 at The University of Texas at Austin. At the meeting held on May 6, 1967, the firm of McCall, Parkhurst & Horton was appointed bond counsel for such project. By letter dated August 8, 1967, the Department of Housing and Urban Development advised that the application had been approved, and submitted a Loan Agreement for consideration and execution by the Board of Regents.

The Executive Director of Investments, Trusts and Lands recommends that the following resolution, accepting the proposed loan, authorizing the execution of the proposed loan agreement, and authorizing such further action as may be necessary to consummate the loan, be adopted.

RESOLUTION APPROVING LOAN AGREEMENT

WHEREAS, there has been filed with the U. S. Department of Housing and Urban Development by The University of Texas System (hereinafter called the "Applicant") an application for a loan of \$520,000 to assist in the construction of four new cooperative housing units to house approximately 20 single women students each and two cooperative housing units to house approximately 18 single women students each, for a total of approximately 116 students; and

WHEREAS, the U. S. Department of Housing and Urban Development has offered to make said loan and has transmitted a Loan Agreement to the Applicant for consideration; and

WHEREAS, the proposed Loan Agreement has been duly examined and considered in accordance with all applicable rules of procedure and legal requirements, and made a part of the records of the Board of Regents of The University of Texas System (herein called the "Board") of the Applicant; and

WHEREAS, it is deemed advisable and in the interests of the Applicant that the proposed Loan Agreement be accepted and its execution authorized.

NOW, THEREFORE, be it resolved by the Board of the Applicant that the proposed Loan Agreement be and the same is hereby accepted without reservation or qualification.

BE IT FURTHER RESOLVED that the Chairman of the Board of Regents of The University of Texas System be and he is hereby authorized to execute said Loan Agreement on behalf of the Applicant, and the Secretary of the Board of the Applicant be and is hereby authorized to attest the execution of said Loan Agreement, and the proper officials of the Applicant are hereby authorized to take such further action as is necessary to provide for the construction of the Project, and to consummate the loan.

U. T. ARLINGTON: AUTHORIZATION FOR SALE OF \$3,490,000 OF AD VALOREM TAX BONDS. --The office of the State Comptroller advises that, after September 1, 1967, U. T. Arlington will have an unused borrowing capacity, under the Constitutional Ad Valorem Tax Bond program, of \$3,490,000. This figure is arrived at as follows:

9-1-66	Original allocation	\$7,670,000
9-1-67	Additional allocation	<u>1,320,000</u>
		\$8,990,000
Less bonds sold:		
	Series 1966	\$1,000,000
	Series 1967	<u>4,500,000</u>
		<u>5,500,000</u>
	Bonds which may be sold	\$3,490,000

The Executive Director of Investments, Trusts and Lands, with the concurrence of Dr. Woolf and Mr. Barnes, recommends that he be authorized to advertise for bids for the sale of \$3,490,000 Ad Valorem Tax Bonds for U. T. Arlington, such bids to be opened on October 26 and presented to the Board of Regents on October 27, 1967.

The firm of McCall, Parkhurst & Horton was named bond counsel for all issues of U. T. Arlington Ad Valorem Tax Bonds at the May 28, 1966, meeting of the Board of Regents.

U. T. AUSTIN: UTILITY PLANT FEE BONDS. --Work is progressing on the financing of the improvement and extension of the Utility Plant as authorized by the Board at its meeting on July 29, 1967. It is contemplated that completed plans will be ready for submission to the Board at the October meeting.

U. T. EL PASO: STUDENT UNION BUILDING BONDS. --It is anticipated that construction bids will be received on or before the October meeting of the Board, and that based thereon, definite recommendations for plans for the sale of these bonds will be made at such meeting.

U. T. ARLINGTON: SALE OF BONDS FOR PURCHASE OF LAND. --As authorized at the meeting of July 29, 1967, consideration is being given to plans for financing the land purchase requirements at Arlington. It is contemplated that definite recommendations on this matter will be made at the October meeting of the Board.

PERMANENT UNIVERSITY FUND - LAND MATTERS.--

TENTATIVE PROPOSAL FOR PURCHASE OF POTABLE WATER.--Mr. Hank Avery of Midland, Texas, has engaged in exploratory discussions with Chairman Erwin, Mr. Stewart, Mr. Zimmerman, and Mr. Shelton concerning the possibility of purchasing potable water to be produced from University Lands in Block 16, Ward County. Mr. Avery owns the water rights under about 9 sections of land 12 or 14 miles north of the University land involved, on the evaluation of which he advises he has spent a substantial sum of money. Immediately to the North of Block 16, the water rights are controlled by Texas Electric Service Co. and the tract between the Texas Electric Service Co. property and the Avery property is owned by the City of Monahans. Both Texas Electric Service Co. and Monahans are using water from their respective properties, thus setting up a possible drainage situation with respect to our property and that of Mr. Avery.

Briefly, Mr. Avery would like to work out a deal with the University which would involve his obtaining an 18-month exploration option, coupled with an option to buy water from the University land. The purchase option is proposed for a 10-year term, with four 10-year renewal options. The terms of both options would be subject to negotiation, but would contemplate that a modest price would be paid for the exploration option, that the purchase option would provide an agreed beginning price and suitable accelerations of prices for each of the four renewal periods, with a minimum guaranteed payment for each year of the purchase contract.

During the period of the exploration option, Mr. Avery proposes to do the necessary work to fully evaluate the water under the University land (which data would be supplied the University, whether the purchase option is exercised, or not), and attempt to firm up contracts to sell the water to the City of Ft. Stockton and Duval Sulphur Company, which is starting operations in Pecos County.

Because of the policy matters involved, a decision by the Land and Investment Committee and the Board of Regents is needed as to whether or not the proposal should be pursued.

TRUST AND SPECIAL FUNDS - REAL ESTATE MATTERS.--

U. T. EL PASO - LUCILLE T. STEVENS SCHOLARSHIP FUND - RECOMMENDATION FOR SALE OF FIVE POINTS PROPERTY IN EL PASO TO J. M. AMSTATER.--

Mrs. Lucille T. Stevens of El Paso died in 1955 leaving to the Board of Regents for the benefit of Texas Western College for scholarship purposes property at Mesa and Texas in El Paso, recently leased to Walgreen, and also left for the same purposes property at Five Points in El Paso, subject to a life estate in her brother, Mr. J. R. Tindall. Mr. Tindall died on November 1, 1964.

The Five Points property is in a shopping district approximately 30 blocks from downtown El Paso. The two-story brick building was built around 1921 and has 5 small store spaces on the ground floor and 12 small apartments on the second floor. The land area is 11,463 square feet. There are now only two tenants in the building, both on a month-to-month basis, at total gross rental of \$225 per month. The condition of the building and neighborhood makes it impossible to keep reasonable occupancy without spending several thousands of dollars, and such expenditures could be quite speculative.

The Board of Regents authorized listing the property for sale with the El Paso Board of Realtors on an exclusive basis for 6 months beginning in October, 1965, at a price of \$110,000, and no offer of any kind was received during that listing. Thereafter the property was brought to the attention of several El Paso realtors. In August, 1966, the Board of Regents authorized acceptance of an offer of \$60,000 cash from G. F. and Rudy Kahn. After some extensions for closing to allow efforts by the purchasers to finance their deal, they abandoned the deal and forfeited earnest money of \$3,000 in January, 1967, which was divided one-half to the broker and one-half to the Stevens Scholarship Fund.

In May the Board of Regents authorized an exclusive sales listing with Mr. J. Ted Cottle, El Paso realtor, for 6 months at a price of \$70,000 and commission of 6%. Mr. Cottle had a listing on property across the alley and thought that he might be able to make a deal on the entire property, closing the alley, to a commercial user. These efforts have been unsuccessful, and Mr. Cottle has now presented an offer of \$51,000 cash from Mr. J. M. Amstater, who has been willing to buy old properties such as this and use his knowledge and experience in repairing and remodeling them for rental.

President Ray and Mr. Shelton join in recommending the acceptance of this proposal. It seems very important to dispose of the property, and it appears that the market has been tested thoroughly.

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

U. T. EL PASO - DELTA KAPPA GAMMA SOCIETY - YVETTE C. ROSENTHAL SCHOLARSHIP FUND - RECOMMENDATION FOR TRANSFER OF FUNDS.--The Board of Regents, at its July meeting, declined to return to the Delta Kappa Gamma Society the Yvette C. Rosenthal Scholarship Fund for U.T. El Paso. This endowment fund, in the amount of \$2,500, was received from the Society in 1954 and is invested in the University's Common Trust Fund. Withdrawal value is now about \$4,500. Chairman Erwin wrote the Society that the Board declined their request with regrets and due to policy considerations. He has received the following reply, dated August 25:

"Thank you for your letter of August 15, 1967 explaining why the Yvette Rosenthal Scholarship Foundation, established by Delta Kappa Gamma in 1954, cannot be released. I am requesting, for the Society, that the Rosenthal Foundation, originally \$2500, and the accrued interest, be consolidated with the Annie Webb Blanton Foundation of \$15,000 plus some accrued interest. Will you also drop the name Rosenthal from the foundation, please, because the state organization has already established a \$10,000 Foundation which bears Miss Rosenthal's name.

The Society reorganization plan for the Texas scholarships program is an effort to provide larger awards than those given formerly, and to make the money accessible to the Society members to use at schools with adequate graduate programs. This plan projects larger foundations at the University of Texas with no thought of other change there. We do not want the money; we simply want it to be working.

The consolidation of the two foundations, as requested, will push the Blanton Foundation further toward the \$25,000 projected for it."

The Chairman and the Executive Director, Investments, Trusts and Lands recommend that the Board of Regents accede to this request and authorize the transfer of the Rosenthal Fund to the Annie Webb Blanton Scholarship Fund which is for use at U. T. Austin.

PERMANENT UNIVERSITY FUND -- INVESTMENT MATTERS.--

RECOMMENDATION FOR SALE OF CERTAIN STOCKS HELD IN PERMANENT UNIVERSITY FUND.--Based on discussions with Investment Counsel and with the Investment Advisory Committee at its meeting on September 9, the Executive Director of Investments, Trusts and Lands recommends that he be authorized to sell the following stocks should favorable opportunities for such sales develop:

<u>Technological</u>		
Allied Chemical Co.	16,044	Shares
National Lead	9,800	"
<u>Heavy Cyclical</u>		
Pittsburgh Plate Glass	15,325	"
Ingersoll Rand	21,700	"
Libbey Owens Ford Glass ¹	20,100	"
Republic Steel	19,900	"
Norfolk & Western RR	10,000	"
Union Pacific RR	27,500	"
<u>Consumer & Services</u>		
National Bank of Detroit	10,833	"
CIT Financial	30,400	"
Continental Casualty Co. ¹	7,500	"
Kimberly Clark	16,416	"
Kroger Co.	27,600	"
BF Goodrich	5,000	"

¹Sale heretofore approved, but included here to show total sale authorizations.

SALE CANDIDATES

	Shares Held	Cost	Market Value		Estimated		Earnings per Share		Dividends per Share		Dividend Changes since 1956
			8-29-67	Estimated	Gain	Loss	1957-1966	1962-1966	1957-1966	1962-1966	
			Compound Growth Rates								
<u>TECHNOLOGICAL</u>											
Allied Chemical	16,044	\$723,793	41 1/2	\$657,804	--	\$65,989	3.6%	7.5%	3.0%	1.8%	2 increases + 6% stock
National Lead	9,800	802,143	62 1/4	607,600	--	194,543	(-0.4%)	3.5%	0.2%	-0-	None
<u>HEAVY CYCLICAL GOODS</u>											
Pittsburgh Plate Glass	15,325	1,029,066	63 1/2	965,475	--	63,591	(-0.6%)	8.6%	0.2%	4.1%	1 decrease 2 increases + 8% stock
Ingersoll Rand	21,700	899,426	47 3/8	1,019,900	\$120,474	--	2.6%	14.5%	1.3%	-0-	1 increase
Republic Steel	19,900	973,302	48 1/2	955,000	--	18,302	0.2%	10.4%	(-1.8%)	(-5.2%)	1 decrease 1 increase
Norfolk & Western	10,000	971,504	105 7/8	1,050,000	78,496	--	3.2%	5.6%	5.6%	5.4%	5 increases
Union Pacific	27,500	948,219	42 1/4	1,155,000	206,781	--	3.4%	10.3%	2.3%	4.6%	3 increases
<u>CONSUMERS & SERVICES</u>											
National Bank - Detroit	10,833	479,686	47 1/2	509,151	29,465	--	5.0%	6.8%	5.2%	5.9%	4 in stock totalling 54%
CIT	30,400	949,691	31 5/8	942,400	--	7,291	2.9%	3.0%	2.9%	2.7%	4 increases
Kimberly Clark	16,416	949,291	65 5/8	1,067,040	117,749	--	4.4%	5.7%	2.6%	4.4%	2 increases + 6% stock
Kroger	27,600	849,712	22 7/8	607,200	--	242,512	4.6%	10.6%	7.7%	3.4%	4 increases + 4% stock
Goodrich	5,000	324,830	63 1/4	315,000	--	9,830	0.8%	9.4%	0.5%	0.9%	1 increase
Totals		<u>\$9,900,663</u>		<u>\$9,851,570</u>		<u>\$49,093</u>					

Medical Affairs Committee

MEDICAL AFFAIRS COMMITTEE

Date: September 13, 1967
Time: To be designated in the Supplementary Agenda Material.
Place: To be designated in the Supplementary Agenda Material.

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1. U. T. SYSTEM: TEXAS REGIONAL MEDICAL PROGRAM,
RENEWAL OF GRANT NO 5 S02 RM-00007-02.-- Below is
a Xerox copy from Chancellor Ransom:

The Department of Health, Education, and Welfare has approved a total award of \$1,260,181 for the Texas Regional Medical Program for the period July 1, 1967 through June 30, 1968. The award represents new funding of \$396,181 and an estimated carry-over balance of \$864,000 from the first year's grant award. The University of Texas is the grantee institution, and Vice-Chancellor Charles A. LeMaistre is the Program Coordinator in accordance with the grant. Cooperating institutions with The University of Texas within the Texas Regional Medical Program are the Baylor University College of Medicine and the Methodist Hospital, and some of the funds reported above will be expended by those institutions in accordance with previously approved contractual arrangements.

Chancellor Ransom and Vice-Chancellor LeMaistre recommend approval of the Board of Regents of participation of The University of Texas System institutions in the Texas Regional Medical Program in accordance with the grant herein reported.

2. DALLAS MEDICAL SCHOOL: AGREEMENT WITH CALLIER HEARING AND SPEECH CENTER OF DALLAS.-- Below is a Xerox copy of Chancellor Ransom's recommendation with respect to an affiliation agreement with the Callier Hearing and Speech Center of Dallas submitted by Dean Sprague and approved through appropriate channels:

Chancellor Ransom concurs in the recommendation of Vice-Chancellor LeMaistre and Dean Sprague that the Board of Regents approve the following affiliation agreement between The University of Texas Southwestern Medical School and the Callier Hearing and Speech Center of Dallas.

Chancellor Ransom further recommends that the Chairman of the Board of Regents of The University of Texas System be authorized to execute the agreement after approval by the Vice-Chancellor for Health Affairs, the University Attorney, and the Vice-Chancellor for Business Affairs.

THE STATE OF TEXAS

COUNTY OF DALLAS

The Board of Regents of The University of Texas System, acting for and on behalf of The University of Texas Southwestern Medical School at Dallas, which, in turn, is acting for and on behalf of the Diagnostic and Evaluation Center, a facility sponsored by the Children's Bureau of the Department of Health, Education, and Welfare, hereinafter called First Party, and the Callier Hearing and Speech Center of Dallas, Texas, hereinafter called Second Party, do mutually contract and agree as follows:

I.

The Second Party contracts and agrees to furnish qualified Professional Specialists in Speech and Hearing approved by the Dean of the Medical School, or other persons directly supervised by such qualified Professional Specialists in Speech and Hearing, for sixty (60) hours each week to perform communication assessment functions in the program of the Diagnostic and Evaluation Center as follows:

- (a) Evaluations - speech, linguistic, and audiometric of all patients evaluated in the Diagnostic and Evaluation Center.
- (b) Counseling - of parents, nurses and physicians.

- (c) Participating in inter-disciplinary staff reviews contributing to the overall diagnosis from speech, linguistic and audiologic viewpoints and assisting in the development of a comprehensive home care program for the children evaluated.
- (d) Participating with the panel (staff) in the presentation of educational lectures to various interested community groups or organizations concerned with mental retardation.
- (e) Development or improvement of testing techniques used in assessing speech and hearing problems of mental retardates.
- (f) Collaborating with staff in clinical research projects which might be attempted during the implementation of the regular services of the Project.

II.

The First Party contracts and agrees to pay the Second Party at the rate of One Thousand Six Hundred Forty One Dollars (\$1,641.00) per month for the services received.

This payment to be the total amount payable by the First Party, with the Second Party to be responsible for all remuneration and any travel expense or reimbursement paid personnel furnished under this contract. However, speech and hearing personnel of the Second Party will be eligible for reimbursement for travel expenses at the same rate as other staff members when sent by the Diagnostic and Evaluation Center to areas outside Dallas County.

III.

It is further mutually agreed by the parties to this contract that the contract may be terminated by either party to this contract by notifying the other party ninety (90) days in advance.

EXECUTED this _____ day of _____, 1967.

THE BOARD OF REGENTS OF
THE UNIVERSITY OF TEXAS SYSTEM

By _____
Chairman

CALLIER HEARING AND SPEECH
CENTER

By _____

Approved:

Vice-Chancellor for Health Affairs

University Attorney

Vice-Chancellor for Business Affairs

3. DALLAS MEDICAL SCHOOL: AFFILIATION AGREEMENT WITH CHILDREN'S MEDICAL CENTER OF DALLAS.-- Below is a Xerox copy of Chancellor Ransom's recommendation with respect to an affiliation agreement with the Children's Medical Center of Dallas submitted by Dean Sprague and approved through appropriate channels. This affiliation agreement is "one of the requirements for implementation of the grant from the Department of Health, Education, and Welfare--Children's Bureau."

Chancellor Ransom concurs in the recommendation of Vice-Chancellor LeMaistre and Dean Sprague that the Board of Regents approve the following affiliation agreement between The University of Texas Southwestern Medical School and the Children's Medical Center of Dallas.

It is further recommended that the Chairman of the Board of Regents be authorized to execute the agreement after approval by the Dean, the Vice-Chancellor for Health Affairs, the University Attorney, and the Vice-Chancellor for Business Affairs.

THIS AGREEMENT, executed the _____ day of _____, 1967 between the Board of Regents of The University of Texas System, hereinafter called the University, and Children's Medical Center of Dallas, a non-profit Texas corporation, hereinafter called the Medical Center.

W I T N E S S E T H:

WHEREAS, the University anticipates that one of its divisions, to-wit, the Southwestern Medical School at Dallas, will in the near future be the recipient of a grant of funds from the Department of Health, Education, and Welfare, Welfare Administration, Children's Bureau of the United States, for a Comprehensive Care program for children, and

WHEREAS, it is desired both by the University and the Medical Center that the Medical Center and its plant, facilities and services be available for the implementation of a major portion of the Comprehensive Care program, and

WHEREAS, the University and the Medical Center wish to set forth the terms of their agreement expressing the relationship with each other and the duties and obligations of each in carrying out and implementing the terms of the Comprehensive Care program, and

WHEREAS, the Medical Center has been advised by representatives of the Medical School that the respective Chairman of each major department and division of the faculty of the Medical School approved the Comprehensive Care program and desire the Medical Center to participate therein.

NOW, THEREFORE, the University and the Medical Center agree as follows:

1. The Board of Directors of Children's Medical Center shall maintain unimpaired its legal and historical role as the organization charged with the management of the affairs of the Medical Center and none of the management, powers, authority, or responsibility of said Board of Directors is, or shall be deemed to be, delegated to the University or to the Project Director of the Comprehensive Care program, provided that the existing written agreement between the

parties hereto, heretofore executed relating among other things to the role of the Medical Center as a teaching hospital affiliated with the University, shall not be impaired.

2. To the same extent as presently exists, personnel serving in or about the Medical Center premises or facilities shall be and continue to be employees of the Medical Center and the Medical Center through its Board of Directors and the Administrator of the Medical Center appointed by the Board of Directors, shall maintain all rights of an employer including the right to hire, discharge, and fix the rates of compensation, terms of employment and working conditions of such persons, without regard to the fact that funds for compensation of such persons may be supplied to the Medical Center in whole or in part from the Comprehensive Care grant made or to be made to the University or the Medical School; and the Medical Center shall maintain control and jurisdiction over its premises and facilities and the use to be made thereof.

3. The Medical Center shall not be obligated to employ any person, create any job or job classification or perform or permit to be performed any services or activity on its premises or by use of its facilities except in accordance with a Budget and plan of operation approved by the Board of Directors of the Medical Center or approved by the Budget Committee or other committee appointed by the Board of Directors of the Medical Center, and except consistent with the existing agreement between the parties.

4. Subject to the control and management retained by the Medical Center as set forth in the preceding paragraphs and elsewhere in this agreement, the Children's Medical Center and its premises and facilities will be available for use as the out-patient clinic and as an in-patient hospital, wherein the Comprehensive Care program described in the grant application of the University may be carried out.

5. The Project Director of the Comprehensive Care Program appointed to such office by the University, shall be a duly licensed and qualified medical doctor and have the responsibility for and the supervision of the medical diagnoses and treatment of patients receiving the benefits of the Comprehensive Care program in or about the facilities of the Medical Center, provided that said Project Director shall at the same time continue to have the professional responsibility and obligations accompanying the position of Chief of Staff of the Children's Medical Center; and provided further that nothing in this paragraph shall be construed to limit the authority normally exercised by the Administrator of the Medical Center.

6. The obligations of the Children's Medical Center to participate in the Comprehensive Care program and to make available its premises and facilities shall not result in any increase in costs or expenses of the operation of the Children's Medical Center; it having been represented to the Medical Center that its participation herein will not result in such increased expenses or costs.

7. The University shall pay and reimburse, from funds provided from the grant, the Medical Center for all expenses and costs incurred and all obligations contracted for and undertaken by the Medical Center as a participating agency in the aforementioned Comprehensive Care program, provided only that such costs, expenses and obligations have been included and set forth in advance in a Budget or other program of expenditures jointly agreed to by the University, acting through the Project Director or other designated representative, and by the Medical Center, acting through its Administrator or other designated representative. Such payment and reimbursement shall be made, in the case of salaries and compensation to employees, not later than the day that such salaries and compensation are due from the Medical Center to such employees and in all other cases such payment and reimbursement shall be made by the University

to the Medical Center not later than 30 days from the date that such expenses or costs were incurred by the Medical Center - to the end that the Children's Medical Center shall not be obligated to use its own funds for such purposes. The University shall not, however, be obligated to make any such payment or reimbursement except upon the presentation to it within a reasonable time prior to the anticipated payment date of written statements, schedules, vouchers or other memoranda describing in reasonable detail the expenses and costs incurred certified to be true, accurate and lawfully due by the Administrator of the Medical Center or his duly designated nominee.

8. The books of account, files and other records of the Medical Center shall at all times be available for inspection, review and audit by the University and its representatives to determine the proper application and use by the Medical Center of all funds paid to or for the account or benefit of the Medical Center from the funds granted to the University for the Comprehensive Care program; in addition, the Medical Center shall provide periodic reports to the University accounting for the use of all such funds, the cost of such reports and accounting, however, to be borne by the University from the grant funds.

9. This agreement and the participation in the Comprehensive Care program by the Medical Center shall be subject to the approval of the United Fund of Dallas.

10. At any time from the date hereof, either party hereto may give notice in writing to the other of its election to terminate this agreement, such termination to be effective upon the 90th day following the mailing of such notice. If such notice is given by the Medical Center then its premises and facilities shall not be available for use in connection with the Comprehensive Care program after the effective termination date.

IN WITNESS WHEREOF, the parties have executed this agreement as of the day and year first above written.

ATTEST:

BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS
SYSTEM

Secretary

BY _____
Chairman

ATTEST:

CHILDREN'S MEDICAL CENTER OF DALLAS

Secretary

BY _____

Approved:

Vice-Chancellor for Health Affairs

University Attorney

Vice-Chancellor for Business Affairs

4. DALLAS MEDICAL SCHOOL: AFFILIATION AGREEMENT WITH METHODIST HOSPITAL IN DALLAS.-- Below is a Xerox copy of Chancellor Ransom's recommendation with respect to an affiliation agreement with the Methodist Hospital in Dallas submitted by Dean Sprague and approved through appropriate channels.

Chancellor Ransom concurs in the recommendation of Vice-Chancellor LeMaistre and Dean Sprague that the Board of Regents approve the following affiliation agreement between The University of Texas Southwestern Medical School at Dallas and the Methodist Hospital.

It is further recommended that the Chairman of the Board be authorized to execute the agreement after approval by the Dean, the Vice-Chancellor for Health Affairs, the University Attorney, and the Vice-Chancellor for Business Affairs.

ARTICLES OF AGREEMENT BETWEEN
THE BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS
SYSTEM ACTING FOR AND ON BEHALF OF
THE UNIVERSITY OF TEXAS SOUTHWESTERN MEDICAL SCHOOL
AT DALLAS
AND
THE METHODIST HOSPITAL OF DALLAS

1. INTRODUCTION

During the past half century, advances in medicine have been more significant and rapid than in any other previous period of history. Over the past two decades, the pace has increased dramatically and appears to be accelerating.

In recognition of contemporary trends and likely future requirements, The University of Texas Southwestern Medical School at Dallas and The Methodist Hospital of Dallas agree on the desirability of establishing a closer working relationship between the two institutions. (The two parties to this agreement are hereinafter referred to as Medical School and Hospital.)

These institutions share a common commitment to offer the people of Dallas, Texas, and the Southwest, a program of excellence in medical education. They also share the desire to coordinate all medical care resources for the benefit of improved patient care and the development of Dallas as a medical center. With these objectives in mind, repre-

sentatives of Hospital and Medical School hereby express their desire and intent to develop an agreement which will encourage and use, in future years, the strength of both institutions to the maximum extent consistent with the interests of each.

2. BRIEF DESCRIPTION OF THE UNIVERSITY OF TEXAS SOUTHWESTERN MEDICAL SCHOOL AT DALLAS.

The University of Texas Southwestern Medical School at Dallas is an accredited four-year school of medicine governed by the policies of the Board of Regents of The University of Texas System. A full-time faculty of 206 and over 800 part-time faculty conduct and supervise the instruction. The Medical Library now contains more than 70,000 volumes and receives currently over 1,250 domestic and foreign serial publications. The Medical School is fortunate in that it has the generous cooperation of many hospital facilities of the city and vicinity. In addition to The Methodist Hospital of Dallas, the following facilities are utilized in the teaching programs of the school: Parkland Memorial and Woodlawn Hospitals, Baylor University Medical Center, Texas Scottish Rite Hospital for Crippled Children, Presbyterian Hospital of Dallas, Children's Medical Center, St. Paul Hospital, the Dallas Veterans Administration Hospital, Timberlawn Sanitarium, the U. S. Public Health Service Hospital and the John Peter Smith Hospital in Ft. Worth, and the Terrell State Hospital in Terrell. The Medical School is dedicated to the promotion of medical education and research in Dallas and the entire Southwest.

3. BRIEF DESCRIPTION OF THE METHODIST HOSPITAL OF DALLAS.

The Methodist Hospital is a General Hospital presently composed of a main hospital unit of 412 beds and 50 bassinets, and additional facilities both in existence and planned (see below), which is owned and operated by the North Texas Conference of the Methodist Church. As a private, not for profit institution, it is charged to provide the highest quality medical care to the sick and injured without reference to color or creed, and to provide necessary surcease to the lot of the poor and destitute, and to foster within its power to do so, education and research as they are related to the improvement of medical care.

The Hospital is governed by a Board of Trustees, appointed by the parent Methodist Conference, which is charged with providing the policies for the direction of the institution, and is empowered to appoint a full-time administrator who is responsible to the Board for the business aspects of the institution, but who also represents the Medical Staff to the Board of Trustees.

The Hospital provides general care for patients with acute and chronic disorders and is equipped to provide a variety of specialized care. There are approximately 21,000 patients admitted each year in all categories.

The services thus provided are implemented by a physical plant consisting of a main hospital of 412 beds (50 bassinets) which provides services such as physical medicine, x-ray (including cobalt and isotope therapy), blood bank, recovery room and I.C.U. Construction is scheduled to begin which will add 97 additional beds and will include a new 17 unit I.C.U., and 8 bed cardiac I.C.U. In addition a 150 bed branch unit is soon to be constructed. The physical plant is completed by a Residence for Student Nurses, and the Weiss Educational Building for nurses. Methodist Towers, a 300 bed extended care center, is an affiliated institution.

The Hospital's Medical Staff is comprised of 217 members, of whom 156 (72%) are certified, or certificate eligible in a special field, while 102 (45%) hold clinical appointments on the Faculty of The University of Texas Southwestern Medical School.

Medical Education is the responsibility of a full-time Director, who organizes the teaching cadre from the Hospital Staff Society, and arranges the necessary conferences, rounds, et cetera. At present the Hospital offers approved rotating and straight Pathology internships, approved residency programs in Internal Medicine, Obstetrics and Gynecology, Pathology, Pediatrics, General Surgery and Radiology. There are available to medical students, clinical clerkships, medical clerkships, and externships. A diploma granting program in nurse's training presently enrolls about 160 students.

4. EXTENT OF AFFILIATION AT THE DEPARTMENTAL LEVEL.

The purpose of this agreement is to establish a broad framework of institutional policy to facilitate cooperation at the department level. It is agreed that the initiative for establishing any departmental affiliation and working relationships will be vested in the respective department heads of the several departments of the Medical School and the corresponding chiefs of service of the Hospital Staff. It is further understood that individual departments of the Medical School may or may not establish affiliations with the Hospital, depending upon their needs and circumstances, and subject to appropriate action by the respective governing bodies.

5. PROVISION FOR FACULTY APPOINTMENTS FOR HOSPITAL STAFF MEMBERS.

Both parties agree that academic status is a strong inducement for attracting well qualified individuals for teaching positions at Hospital, and that academic appointment made by Medical School for individuals in key positions at Hospital should include tenure if possible. Tenure will be granted on an individual basis, subject to the approval of the person by the faculty of Medical School and satisfactory arrangements covering the financial obligations accompanying appointments with tenure. The alternatives for attaining appointments with tenure are:

- (1) Guarantee by Hospital for all future salary costs for any tenure appointment by Medical School.

Under this arrangement, Hospital would guarantee to pay to Medical School the salary for any personnel granted tenure in case their positions were terminated at Hospital. These payments would continue as long as Medical School was required to maintain these personnel.

- (2) Guarantee by Hospital of the future salary costs for a limited term tenure appointment of seven years following termination or discontinuation of a tenured position.

Under this agreement the faculty member would receive a tenure guarantee covering up to seven years dating from the notification

of termination, and so long as the physician occupies a full-time faculty position at Medical School. Thus, if his position were discontinued at Hospital, he would receive salary from Hospital for a maximum of seven years, but only if he were full-time at Medical School.

Medical School may also grant non-tenure academic and clinical appointments when the best interests of both institutions would be served.

6. COMPENSATION ARRANGEMENTS FOR FULL-TIME FACULTY.

Full-time physicians at Hospital with academic appointments will be subject to The University of Texas System policy regarding private practice income. Fees earned in excess of the maximum allowed will be placed in a trust fund and used to develop medical education and research programs at Hospital. These funds should not be committed on a continuing basis for the salaries of additional full-time personnel. Management of these trust funds should be consistent with management of similar trust funds at Medical School.

7. JOINT SPONSORSHIP OF RESEARCH ACTIVITIES.

Hospital will provide research facilities for physicians who are geographically full-time on its campus. Research projects at Hospital may be jointly sponsored by Medical School. In such cases there will be prior agreement as to the extent of the responsibility of each institution in the administration of research funds, provision of staff and facilities and ownership of equipment purchased with research funds.

8. PROVISION FOR REVIEW OF RELATIONSHIP.

Both parties agree that a productive and harmonious relationship between the two institutions depends upon maintaining effective channels of communication. The parties anticipate that routine matters will be handled and decided mutually through continuous contacts at the departmental level. At least annually, and more frequently if necessary, a group representing each institution should meet to review and discuss over-all relationships and policies and other matters of common concern.

If any aspect of this agreement becomes unsatisfactory, a Medical School-Hospital Joint Committee shall be responsible for discussing and resolving the questions involved. If a change in the agreement is necessary,

the committee shall make recommendations to the authorities in each institution. If problems develop which are sufficiently serious and cannot be resolved, dissolution of the agreement may be indicated. Effective date of such dissolution should be mutually agreed upon with adequate time to allow each institution to make necessary arrangements in an orderly manner.

THE UNIVERSITY OF TEXAS SYSTEM
BOARD OF REGENTS

By _____

THE METHODIST HOSPITAL OF DALLAS

By _____

Approved:

Vice-Chancellor for Health Affairs

Dean, The University of Texas
Southwestern Medical School at Dallas

Vice-Chancellor for Business Affairs

University Attorney

5. DALLAS MEDICAL SCHOOL: RATIFICATION OF AFFILIATION AGREEMENT BETWEEN THE BOARD OF REGENTS AND TEXAS BOARD OF MENTAL HEALTH AND MENTAL RETARDATION PROVIDING FOR A WORKING ARRANGEMENT BETWEEN THE DALLAS NEUROPSYCHIATRIC INSTITUTE AND DALLAS MEDICAL SCHOOL.-- On August 23, 1967 because of a deadline of August 31, 1967 for the Board of Mental Health and Mental Retardation, Chairman Erwin requested that the Secretary poll the members of the Board of Regents with respect to the approval of the proposed contract between the Board of Regents of The University of Texas System and the Board of Mental Health and Mental Retardation relating to the Dallas Neuropsychiatric Institute at Dallas. The proposed contract had been approved by the Board of Mental Health and Mental Retardation on August 12, 1967. In the poll of the members of the Board of Regents, the Secretary pointed out that if the Chairman was authorized to execute the contract that it would be delivered "upon the condition and with the understanding that the deed by which the Board of Regents of The University of Texas System conveys to the Mental Health and Mental Retardation Board the 8.9 acre tract of land mentioned in the contract will contain a reversionary clause to the effect that if for any reason an unqualified contract for the construction of the Neuropsychiatric Hospital is not awarded by the Board of Mental Health and Mental Retardation on or before a date to be agreed upon by the Chairman of the Board of Regents and the Chairman of the Board of Mental Health and Mental Retardation, title to the 8.9 acre tract of land will automatically revert to the Board of Regents of The University of Texas System."

All members of the Board were polled except Regent Brennan (who was out of the country) and Regent Olan (who was not available). Regent Bauer voted "No," because there was no definite date for the reversionary clause to become effective.

Pursuant to this poll, Chairman Erwin executed the contract and returned it to the Chairman of the Board of Mental Health and Mental Retardation with the attached letter of condition, both of which follow. It will be noted that the letter, as delivered, contains the provision that the necessary date will be "a reasonable date that will be agreed upon by your (the Mental Health and Mental Retardation) Board and by the Board of Regents."

It is recommended that the deed and the letter of condition be confirmed and ratified. The effective date of the reversionary clause will be submitted for approval by the Board after further negotiations between the two boards (Board of Regents of The University of Texas System and Board for Mental Health and Mental Retardation).

August 23, 1967

The Honorable Horace E. Cromer, M. D.
Chairman, Texas Board of Mental Health and Mental Retardation
Box S, Capitol Station
Austin, Texas 78711

Dear Dr. Cromer:

Pursuant to special authorization granted by the Board of Regents of The University of Texas System, I have executed and hand you herewith five signed copies of the proposed contract with respect to the Dallas Neuropsychiatric Institute, which contract, I understand, was approved by your Board at its meeting on August 12, 1967.

In order to meet your deadline of August 31, 1967, I have signed the contract without change. However, the contract is delivered to you upon condition and with the understanding that the deed by which the Board of Regents of The University of Texas System conveys to your Board the 8.9 acre tract of land mentioned in the contract, will contain a reversionary clause to the effect that if for any reason an unqualified contract for the construction of the Neuropsychiatric Hospital is not awarded by your Board on or before a reasonable date that will be agreed upon by your Board and by the Board of Regents, title to the 8.9 acre tract of land will automatically revert to the Board of Regents of The University of Texas System.

On behalf of The University of Texas System, its faculty and administration, I am delighted to deliver this contract to you, and we look forward to many years of close cooperation with your Board in serving the people of this State.

At your convenience, please return two fully executed copies of this contract to me for our records.

Sincerely,

Frank C. Erwin, Jr., Chairman
Board of Regents
of
The University of Texas System

xc: Members of the Board of Regents
Dr. Ransom
Dr. LeMaistre
Mr. Walker
Dr. Sprague
Dr. Stubblefield
Mr. Waldrep
Miss Thedford

THE STATE OF TEXAS |
 |
COUNTY OF TRAVIS |

WHEREAS, House Bill 348, Acts 59th Legislature, Regular Session, 1965 (codified as Article 5561d, Vernon's Civil Statutes) authorizes the Board for Texas State Hospitals and Special Schools or its successor in function to establish, construct, maintain and operate the Dallas Neuropsychiatric Institute for treatment, teaching and research; and

WHEREAS, House Bill 1167, Acts 59th Legislature, Regular Session, 1965, appropriated to the Texas Department of Mental Health and Mental Retardation for the biennium ending August 31, 1967, the sum of \$250,000.00 to finance the planning, construction and initial equipping and furnishing of a state mental hospital and research institute and the acquisition of necessary sites therefor to be established in Dallas County in conjunction with The University of Texas Southwestern Medical School; now,

THEREFORE, be it agreed and contracted by and between the Texas Department of Mental Health and Mental Retardation, represented herein by the Texas Board of Mental Health and Mental Retardation, hereinafter called "Department", and the Board of Regents of The University of Texas System, acting for and on behalf of The University of Texas Southwestern Medical School in Dallas, Texas, hereinafter called "University", as follows:

CONTRACT

I.

For and in consideration of the commitments and promises made and to be performed by University, Department agrees and promises to:

- A. Establish, construct, maintain and operate the Dallas Neuropsychiatric Institute for treatment, teaching and research; provided, however, no funds appropriated to Department to finance the planning or construction of the Institute shall be encumbered until University has deeded the land described in the manner described in Paragraph II. B. below to Department. The design of the facility shall be as mutually agreed upon by both parties to this contract or their designated representatives. Should there be failure of agreement on the design of the facility, then in that event the design of the facility shall be as approved by the State Building Commission after consultation with both parties.
- B. Permit the University of Texas Southwestern Medical School to use the Institute as a teaching and research

"EXHIBIT C"

facility fully integrated with the medical program of University. After consultation with the Commissioner of the Department, University shall designate members of its medical and professional staff to carry out the treatment, teaching and research program at the Institute. They shall have full-time or part-time faculty status at the medical school and the chairman of each department of the medical school shall be chief of the corresponding service for the Institute. Subject to the individual rights of the patients and the decision of the physician in charge of his case, all patients of the Institute shall be teaching patients.

- C. Provide non-professional personnel as shall be necessary and authorized by appropriation to support the treatment, teaching and research programs to be carried out at the Institute, including an administrative head of the Institute who shall not be appointed until the Dean of the University of Texas Southwestern Medical School has been consulted as to his suitability and qualifications.
- D. Subject to legislative appropriation, reimburse University for medical and professional personnel providing medical services to patients of the Institute under a contract made pursuant to the provisions of the "Inter-agency Cooperation Act" (Article 4413 (32), Texas Revised Civil Statutes), which contract as to the personnel and rates for which such reimbursement is to be made shall be negotiated and renegotiated annually or bi-annually as the Legislature appropriates funds for operation of the Institute. In this connection it is agreed between the parties to this contract that the budget in support of the Institute shall not be submitted to a Legislature until University has had an opportunity to study and make recommendations as to its contents. It is further agreed that both parties to this contract may appear before the Legislature in support and explanation of such budget request.

II.

For and in consideration of the commitments and promises made to be performed by Department, University agrees and promises to:

- A. Provide a treatment, teaching and research program of the highest quality according to acceptable standards of the medical profession.
- B. Convey to Department fee simple title to a tract of land containing not more than 10 nor less than 8.9 acres out of that land now known as the campus of the University of Texas Southwestern Medical School, the same being in the William B. Coats Survey, Abstract No. 236, Dallas County, Texas, upon which land the Dallas Neuropsychiatric Institute shall be constructed.

This contract shall commence and be effective from the day it is approved by the governing boards of the parties thereto and may be terminated upon the mutual agreement of the parties or by operation of law.

WITNESS our hands this _____ day of _____, 1967.

BOARD OF REGENTS
THE UNIVERSITY OF TEXAS

TEXAS DEPARTMENT OF MENTAL HEALTH
AND MENTAL RETARDATION

By Frank C. Erwin, Jr.
Frank C. Erwin, Jr., Chairman

By _____
Horace E. Cromer, M.D., Chairman
Texas Board of Mental Health
and Mental Retardation

THE STATE OF TEXAS |

COUNTY OF TRAVIS |

BEFORE ME, the undersigned authority, on this day personally appeared Frank C. Erwin, Jr., Chairman of the Board of Regents of The University of Texas System, known to me to be the person and officer whose name is subscribed to the foregoing instrument, and acknowledged to me that he executed the same as the act and deed of said Board of Regents of The University of Texas System for the purposes and consideration therein expressed, and in the capacity therein stated.

GIVEN UNDER MY HAND AND SEAL OF OFFICE,
this the _____ day of _____, 1967.

NOTARY PUBLIC in and for Travis County, Texas

THE STATE OF TEXAS |

COUNTY OF TRAVIS |

BEFORE ME, the undersigned authority, on this day personally appeared Horace E. Cromer, M. D., Chairman Texas Board of Mental Health and Mental Retardation, known to me to be the person and officer whose name is subscribed to the foregoing instrument, and acknowledged to me that he executed the same as the act and deed of said Board of Mental Health and Mental Retardation for the purposes and consideration therein expressed, and in the capacity therein stated.

GIVEN UNDER MY HAND AND SEAL OF OFFICE,
this the _____ day of _____, 1967.

NOTARY PUBLIC in and for Travis County, Texas

MEDICAL AFFAIRS COMMITTEE

Supplementary Agenda

Date: September 13, 1967

Time: 9:15 a.m.

Place: Room 611, Library Building,
U. T. Arlington, Arlington, Texas

Page MED

6. Public Health School: Preliminary
Plans for Growth and Development

21

6. PUBLIC HEALTH SCHOOL: PRELIMINARY PLANS FOR GROWTH AND DEVELOPMENT, -- Below is a Xerox copy of the recommendations of Acting Dean John R. Hall, concurred in by Vice-Chancellor LeMaistre and Chancellor Ransom, with respect to the development of The University of Texas School of Public Health at Houston:

Chancellor Ransom and Vice-Chancellor LeMaistre concur in the following actions requested by Acting Dean John R. Hall, in the presentation, the "Preliminary Plan for Growth and Development of The University of Texas School of Public Health at Houston," which has recently been distributed to the Members of the Board. It is recommended that the Administration be authorized to request approval by the Coordinating Board, Texas College and University System, upon approval by the Board of Regents.

A. Approval Requested for:

1. Change in Departmental Titles

- a. From - Department of Industrial Medicine
To - Department of Occupational Medicine
- b. From - Department of History of Medicine
To - Department of History of Medicine and
Library Sciences

2. Orderly Establishment of the Additional Departments in the General Order Listed Below:

- *a. Biomathematics
- *b. Epidemiology
- *c. Public Health and Medical Administration
- *d. Pathobiology
- e. Population and Family Health
- f. Aerospace Medicine
- g. Chronic Diseases
- h. Environmental Health (already authorized)
- i. Mental Hygiene
- j. Biochemistry
- k. Radiology and Radiation Protection

*(a, b, c, d) - Required by accrediting body, Committee on Professional Education, American Public Health Association.

B. Endorsement of the Following:

1. Goals

- a. Vigorous pursuit of accreditation
- b. Degree structure recommended by the accrediting agency:

Master's Level

- (1) Public Health Generalist - example M.P.H.
- (2) Public Health Specialist - example M.Sc.

Doctor's Level

- (1) Public Health Generalist - example D.P.H.
 - (2) Public Health Specialist - example D.Sc.
2. Enrollment of acceptable candidates for M.Sc. and D.Sc. as soon as possible upon complying with requirements of the Graduate School.
 3. A target date of 1 September 1968 for beginning the first M.P.H. class.
 4. Utilization of Ernest L. Stebbins, M.D., M.P.H.; Retired Dean, School of Hygiene and Public Health, the Johns Hopkins University, and other consultants as deemed necessary.
 5. Appointments without tenure or salary as listed below:
 - a. To Clinical Professor of Public Health and Medical Administration
 - (1) James E. Peavy, M.D., Commissioner of Health of Texas, Austin
 - (2) Charles A. Pigford, M.D., Chief Health Officer, Houston
 - (3) Loyall D. Farragut, M.D., Chief Health Officer of Harris County, Houston
 - (4) Robert L. Callison, M.D., Chief Health Officer of Galveston
 - b. To Clinical Professor of Occupational Medicine
 - (1) Valliant C. Baird, M.D., Medical Director, Humble Oil, Houston
 - (2) John R. Hall, M.D., M.P.H., Kelsey-Seybold Clinic, Houston
 - c. To Clinical Professor of Aerospace Medicine
 - (1) Charles A. Berry, M.D., Medical Director, NASA, MSC, Houston
 - d. To Clinical Professor of Environmental Health
 - (1) Edward L. Beckman, M.D., (Capt. USN), NASA, MSC, Houston
 - e. To Clinical Professor of Radiology and Radiation Protection
 - (1) Robert D. Moreton, M.D., M. D. Anderson Hospital and Tumor Institute, Houston

- f. To Clinical Associate Professor of Aerospace Medicine
 - (1) Allan Duane Catterson, M.D., Deputy Medical Director, NASA, MSC, Houston
- g. To Clinical Associate Professor of Industrial Hygiene
 - (1) James W. Hammond, B.Sc., B.S.C.E., M.S., Industrial Hygienist, Humble Oil Company, Houston
 - (2) Charles P. I. Bergtholdt, A.B., M.P.H., Chief Industrial Hygienist, NASA, MSC, Houston
- h. To Clinical Associate Professor of Occupational Medicine
 - (1) William U. Giessel, M.D., Milby Clinic, Houston

Committee of the Whole

COMMITTEE OF THE WHOLE
Chairman Erwin Presiding

Date: To be designated in the Supplementary Agenda Material.

Time: To be designated in the Supplementary Agenda Material.

Place: To be designated in the Supplementary Agenda Material.

The agenda for the Committee of the Whole will be included in the Supplementary Agenda Material.

COMMITTEE OF THE WHOLE
Chairman Erwin, Presiding
Executive Session

Date and Time: September 13, 1967, 3:30 p.m.

Place: Room 635, Library Building
U. T. Arlington, Arlington, Texas

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DOCUMENTATION

A. REPORTS AND SPECIAL ITEMS BY REGENTS

1. Chairman Frank C. Erwin, Jr.
2. Vice-Chairman Jack S. Josey
3. Regent W. H. Bauer
4. Regent Walter P. Brennan
5. Regent Frank N. Ikard
6. Regent (Mrs.) J. Lee Johnson III
7. Regent Joe M. Kilgore
8. Regent Levi A. Olan
9. Regent E. T. Ximenes, M.D.

B. REPORTS AND SPECIAL ITEMS BY CHANCELLOR (Orange Book)

C. SPECIAL ITEMS RELATING TO U. T. SYSTEM

1. Scheduled Meetings of the Board. -- Below is a revision of the list of scheduled events as compiled by the Secretary:

1967

SEPTEMBER

S	M	T	W	T	F	S
						1 2
3	4	5	6	7	8	9
10	11	12	13	14	15	16
17	18	19	20	21	22	23
24	25	26	27	28	29	30

OCTOBER

S	M	T	W	T	F	S
1	2	3	4	5	6	7
8	9	10	11	12	13	14
15	16	17	18	19	20	21
22	23	24	25	26	27	28
29	30	31				

NOVEMBER

S	M	T	W	T	F	S
				1	2	3 4
5	6	7	8	9	10	11
12	13	14	15	16	17	18
19	20	21	22	23	24	25
26	27	28	29	30		

DECEMBER

S	M	T	W	T	F	S
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24	25	26	27	28	29	30
31						

- Sept. 13-14 Board of Regents' meeting in Arlington
- Sept. 23 USC at Los Angeles (Football)
~~Sept. 29~~ *Chancellor's Council*
- Sept. 30 Texas Tech at Austin (Football)
- Oct. 3 Faculty Reception, U. T. Austin
- Oct. 5 Board for Lease of University Lands
- Oct. 7 Oklahoma State at Austin (Football)
- Oct. 14 Oklahoma at Dallas (Football)
~~Oct. 21~~ *Dec. 22*
- Oct. 21 Arkansas at Fayetteville (Football)
- Oct. 27-28 Board of Regents' meeting in Austin
- Oct. 27 Ex-Students Distinguished Alumni Banquet
- Oct. 28 Rice at Austin (Football)
- Nov. 4 SMU at Dallas (Football)
- Nov. 11 Baylor at Austin (Football)
 Dad's Day
- Nov. 16, 17, 18 Dedication of Geology Building
- Nov. 18 TCU at Austin (Football)
- Nov. 23 Texas A & M at College Station (Football)
- Nov. 23-25 Holidays
- Dec. 8-9 Board of Regents' meeting in El Paso
- Dec. 22-
 Jan. 2 Christmas Vacation

1968

JANUARY

S	M	T	W	T	F	S
						1 2 3 4 5 6
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14	15	16	17	18	19	20
21	22	23	24	25	26	27
28	29	30	31			

FEBRUARY

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25	26	27	28	29		

(Continued on the next page.)

MARCH

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10	11	12	13	14	15	16
17	18	19	20	21	22	23
24	25	26	27	28	29	30
31						

APRIL

S	M	T	W	T	F	S
		1	2	3	4	5
6	7	8	9	10	11	12
13	14	15	16	17	18	19
20	21	22	23	24	25	26
27	28	29	30			

MAY

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12	13	14	15	16	17	18
19	20	21	22	23	24	25
26	27	28	29	30	31	

JUNE

S	M	T	W	T	F	S
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23	24	25	26	27	28	29
30						

April 18-23 Spring Vacation (Students)

May 25 U. T. El Paso Commencement

U. T. Arlington Commencement

June 1 U. T. Austin Commencement

June 3 Dallas Medical School
Commencement
Houston Dental Branch
Commencement

Galveston Medical Branch
Commencement

LIST OF COMMITMENTS

D. SPECIAL ITEMS RELATING TO U. T. AUSTIN

2. Land Acquisition (Authorized by 60th Legislature):
Employment of Appraisers and Negotiator. -- Below
is a Xerox copy of the documentation received from
Chancellor Ransom:

There are 52 taxable pieces of property, with 19 owners, located in the area between Guadalupe, Speedway, and 27th Street. To assist Business Manager Colvin in the acquisition of these properties, it is recommended that Mr. Ben F. Looney, Realtor, be employed as a negotiator to represent the University for a fee of \$28,500.00, to be paid at the rate of \$1,500 per ownership as the property is acquired. In addition, Mr. Looney would be paid \$50.00 per day, or any portion thereof, for court testimony in the event of condemnation.

It is also recommended that Mr. Harold Legge and Mr. Jim Frederick be employed to appraise the above properties for a fee of \$10,000.00. In addition, each appraiser would be paid at the rate of \$18.75 per hour for court preparation and testimony.

It is further recommended that Business Manager Colvin be authorized to sign a contract with Mr. Looney and Mr. Legge and Mr. Frederick, based on the above fee arrangements, with the fees to be paid out of Available University Fund.

3. U. T. Austin: Appropriation from Retained Earnings of Campus Services, Inc. in Support of Chilean Exchange Student Program. -- Below is a Xerox copy of Chancellor Ransom's recommendation for an appropriation to support the The University of Texas at Austin students under the exchange program with Chile:

Chancellor Ransom recommends an appropriation of \$1,000 from the Retained Earnings of Campus Services, Inc. in support of The University of Texas students visiting Chile under the Chilean exchange program approved by the Department of State.

E. SPECIAL ITEMS RELATING TO INSTITUTIONS OUT OF AUSTIN

4. The University of Texas Medical System: Proposed Salary Plan. -- Below is a Xerox copy of Vice-Chancellor LeMaistre's recommendation, concurred in by Chancellor Ransom:

Pursuant to the directives of the Board of Regents, and with the concurrence of the Chancellor, Vice-Chancellor LeMaistre has prepared the attached "Proposed Salary Plan for The University of Texas Medical System." In sending this Plan to the Board of Regents, Dr. LeMaistre points out that during the Fall of 1967, he anticipates submitting revisions of the basic salary and salary augmentation ranges contained in the Plan, to ensure that The University of Texas System remains competitive with the foremost medical schools in the country. The revisions will be recommended after completion of a national survey which is currently under way to determine more realistic medical salary ranges.

Although the Proposed Salary Plan does not presently include the Dental School, a later recommendation will be made following further study of the matter.

Proposed Salary Plan for The University of Texas Medical System

Basic Salary Augmentation and Fringe Benefit Program:
University of Texas Medical Schools and M.D. Anderson Hospital
and Tumor Institute at Houston

In accordance with the policy statement adopted by The University of Texas Board of Regents on November 4, 1966, entitled, Policy Statement of the Board of Regents Regarding the Use of Income Earned by the Faculty of The University of Texas Medical System under Medicare and Related Programs, as amended by the action of the Board of Regents on July 29, 1967, stipulating that institutional rather than departmental Physicians Referral Service Trust Funds are preferred and should be established at all medical schools within the UT System no later than September 1, 1970, a salary plan for the medical schools and the M.D. Anderson Hospital and Tumor Institute at Houston is proposed for adoption, effective at the discretion of the institutional head.

Basic Program Policy

The basic salary scale, the permissive salary augmentation plan, and the fringe benefit program shall be uniform for the above-designated institutions. All members of the full-time medical faculties shall participate in the program. All income for professional services, as defined below, shall be deposited in an institutional trust fund or an institutional non-profit foundation for that purpose.

Funds shall be disbursed in accordance with a plan developed at each institution and approved by the Central Administration and the Board of Regents. The institutional plans shall provide for representation in disbursement by those earning the income, preferably through the participation of clinical department chairmen and division heads in the administration of the fund, under the direction of the institutional head.

Participation by part-time faculty members will be determined on the basis of: (1) professional activities in primary teaching hospitals affiliated with The University of Texas System, which result in income to the fund, and (2) academic rank.

The rates for basic salary, salary augmentation and fringe benefit program shall be reviewed annually and submitted with recommendations for approval by the Central Administration and the Board of Regents. In order to ensure the development and maintenance of excellence among the health profession faculties, additional recommendations through the Health Affairs Council by the institutional head are anticipated.

A. Basic Salary Ranges

Professor and Chairman	\$ 25,000 - \$ 30,000
Professor	21,000 - 28,000
Associate Professor	18,000 - 24,000
Assistant Professor	15,000 - 22,000
Instructor	11,000 - 16,000

B. Permissive Salary Augmentation

The income level for each individual will be determined annually, subject to the availability of funds and the specific recommendation of the department chairman, approved by the dean, administrative head of the institution, Chancellor and the Board of Regents.

Sources of income for augmentation will be derived from professional income as outlined herein and/or other trust funds that may be available to the department or the school. Funds appropriated by the legislature may not be used in the augmentation described below. Such funds must be generated by the individual and/or the school. Amounts of salary augmentation permitted are as follows:

Professor and Chairman	0 - \$ 15,000
Professor	0 - 15,000
Associate Professor	0 - 12,000
Assistant Professor	0 - 11,000
Instructor	0 - 8,000

The potential maximum income for full-time faculty by academic rank is therefore provided by a combination of University base salary plus the salary augmentation. Only the University base salary can be guaranteed at the present time.

C. Fringe Benefit Program

A more or less uniform fringe benefit program including life and disability insurance, hospitalization, and retirement benefits, designed to complement and supplement official University of Texas programs, will be provided all full-time faculty when sufficient funds are available from the institutional trust fund. The program will be submitted for approval of the Central Administration and the Board of Regents.

D. Professional Fees for Services Rendered

Professional fees from the sources listed below will be deposited to an institutional trust fund account, or non-profit foundation:

- a. Fees generated from activities as a member of the institutional faculty, including third party payment plans.
- b. Fees from all professional consultations.
- c. Fees for services rendered at any other state-supported medical facility or institution in the State of Texas.
- d. Fees for individual service at Federal or other affiliated hospitals.
- e. Fees from court appearances.

Professional income which is excluded from this policy statement is as follows:

- a. Honoraria, royalties, lecture fees, and non-professional retainers.
- b. Payments for editing scientific publications.
- c. Consultation fees (honoraria) as a regional or national consultant to any branch of the U.S. Government, such as NIH or a branch of the military.

E. Physicians Referral Service

A Physicians Referral Service will be solely responsible for the billing and collection of fees to be received by the institutional fund. All administrative and operating expenses will be paid from income to the trust fund. The plan for the Physicians Referral Service will be developed at each institution in conformity with professional ethics and legal requirements and submitted for approval by the Central Administration and the Board of Regents.

5. Galveston Medical Branch: Permissive Augmentation, Clinical Faculty Salaries. -- Below is a Xerox copy received from Chancellor Ransom:

Dr. Blocker has advised that he will have a report to submit to the Board of Regents at the September meeting regarding the permissive augmentation of Clinical Faculty salaries at The University of Texas Medical Branch at Galveston.

Chancellor Ransom concurs in the recommendation of Vice-Chancellor LeMaistre that this matter be scheduled for the Committee of the Whole to be discussed in Executive Session as personnel matters.

6. U. T. Houston: Appointment of Brooks, Barr, Graeber, and White as Consultants for Master Plan Study and Appropriation Therefor. -- At the Regents' Meeting held November 24, 1965, an appropriation of \$10,000.00 was made for master planning at The University of Texas at Houston, and the firm of Brooks, Barr, Graeber, and White, as Consulting Architect and the firm of McKee and Kamrath, as Associate Architects, were authorized to proceed with this planning. It is now believed desirable to continue and extend the master planning for the Houston Campus, and it is recommended by Mr. Lester E. Palmer, Vice-Chancellor Walker, and Chancellor Ransom that an additional appropriation of not more than \$30,000.00 be made from the Available University Fund Unappropriated Balance to cover the cost of continued master planning for U. T. Houston. It is further recommended that the firm of Brooks, Barr, Braeber, and White be appointed as architects for this study, and that McKee and Kamrath be relieved of further responsibility on this particular project.

7. CHANCELLOR'S DOCKET NO. 18. --Secretary Thedford reported that as a result of the ballot on Chancellor's Docket No. 18 mailed to each Regent on August 25, 1967, the Docket has been approved with the following exceptions:

1. Item 10 on M-18 which reads as follows:

Outside Employment

10. Mr. Marshall S. Shapo, Assistant Professor of Law, to act as consultant to the Office of Economic Opportunity, Regional Director, on evaluation of programs.

2. Item 116 on M-53 which reads as follows:

Speech

Transfer Between Dissimilar Appropriations

116. Amount of Transfer: \$500

To: International Student Seminar in Communication

From: Inter-College Challenge Colloquium

To provide funds for additional participants in the Student Leadership Seminar between The University of Texas at Austin and The Universidad de Chile.
(RBC# 3721)

3. Item 8 on M-34 which reads as follows:

International Office

Transfer of Funds

8. Amount of Transfer: \$1,087

To: International Office - Maintenance and Operation

From: Unallocated Maintenance and Operation

To defray expenditures for paper, chemicals and other Xerox supplies for Peace Corps, Texas-Chile, UAR and other special programs for which the University has been reimbursed through General Budget Income.
(RBC# 3814)

PROPOSED DRAFT

Athletic Director Royal, Vice-Chancellor Hackerman and Vice-Chancellor LeMaistre recommend, and Chancellor Ransom concurs, the appointment of a Medical Athletic Advisory Council for the purpose of liaison between the Athletic Department and the Medical System of The University of Texas.

The recommended initial composition of the MAAC is as follows:

Dean C. C. Sprague, Chairman
Dr. Stanley Burnham, Vice-Chairman
President T. G. Blocker, Jr.
Dean J. V. Olson
Dean F. C. Pannill

Meetings will be called by the vice-chairman with the concurrence of the chairman. The vice chairman will also serve as liaison between the Athletic Department at The University of Texas at Austin and the MAAC.

The purpose of the MAAC is four-fold:

1. To review medical problems referred and/or presented by Athletic Department physicians.
2. To recommend to Athletic Department physicians steps in the solution of the medical problems, such as further diagnosis, treatment or consultation. It is expected that the MAAC submit specific suggestions regarding referrals, equipment and facilities available for professional care.
3. Upon acceptance by the Athletic Department physicians of the recommendations of the MAAC, the MAAC will serve to coordinate services that involve units or personnel of The University of Texas Medical System.
4. Each referral will be followed in an active file and reviewed at each meeting until the medical problem is resolved.

In handling of the medical problems all ethical and professional considerations necessary to conform to the highest standards of medical practice will be observed.

Meeting of the Board

AGENDA
MEETING OF THE BOARD OF REGENTS
OF
THE UNIVERSITY OF TEXAS SYSTEM

After all items have been submitted, the Agenda for the September 1967 meeting will be prepared and incorporated in the Supplementary Agenda Material.

AGENDA
MEETING OF THE BOARD OF REGENTS
OF
THE UNIVERSITY OF TEXAS SYSTEM

Chairman Erwin, Presiding

Date: September 13, 1967*

Time: 4:45 p.m.*

Place: Room 611, Library Building
U.T. Arlington, Arlington, Texas

A. INVOCATION

- B. CORRECTION AND APPROVAL OF MINUTES, JULY 28-29, 1967.-- The Secretary should like to report that on Page 87 of the minutes for the meeting of July 29, 1967, the word "School" was inadvertently omitted in the paragraph numbered "1", and that in the official copy of the minutes this omission has been added and the paragraph now reads:

"That the name of the new school be officially confirmed as The Lyndon Baines Johnson School of Public Affairs."

Your attention is directed to the following corrections that should be made in the minutes of the July 1967 meeting:

1. On Page 42, there should be added on the last line "to be substantially as follows." With this addition Section 3 on Page 42 reads "Proposed form of purchase and servicing agreement to be entered into with Seller- services to be substantially as follows."
2. On Page 91, the first paragraph should be changed to read as follows:

"At this point, upon the recommendation of Chancellor Ransom, the Board ordered that the Littlefield Home be officially named the "Littlefield Home" and that the Littlefield Carriage House be officially named the "Littlefield Carriage House."

* NOTE: In case the committee meetings are not concluded on Wednesday, they will be continued on Thursday morning, and the Board meeting will be held when they are concluded.

C. SPECIAL ITEMS

1. Chancellor Harry Ransom
2. Chief Administrative Officers of the Component Institutions

U. T. Arlington (Doctor Woolf)

U. T. El Paso (Doctor Ray)

Galveston Medical Branch
(Doctor Blocker)

Dallas Medical School
(Doctor Sprague)

San Antonio Medical School
(Doctor Pannill)

System Nursing School
(Doctor Willman)

Houston Dental Branch
(Doctor Olson)

Anderson Hospital (Doctor Clark)

G. S. B. S. (Doctor Arnim)

G. S. B. S., Division of Continuing
Education (Doctor Taylor)

Public Health School (Doctor Hall)

3. Members of the Board of Regents

Chairman Frank C. Erwin, Jr.

Vice-Chairman Jack S. Josey

Regent W. H. Bauer

Regent Walter P. Brennan

Regent Frank N. Ikard

Regent (Mrs.) J. Lee Johnson III

Regent Joe M. Kilgore

Regent Levi A. Olan

Regent E. T. Ximenes, M.D.

D. REPORTS OF STANDING COMMITTEES

1. Executive Committee by Committee Chairman Bauer
2. Academic and Developmental Affairs Committee by Committee Chairman Olan
3. Buildings and Grounds Committee by Committee Chairman Johnson
4. Land and Investment Committee by Committee Chairman Brennan
5. Medical Affairs Committee by Vice-Chairman Josey
6. Board for Lease of University Lands by Regent Brennan

E. REPORTS OF SPECIAL COMMITTEES, IF ANY

F. REPORT OF THE COMMITTEE OF THE WHOLE

G. ADJOURNMENT