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MEETING NO. 576

DECEMBER 12, 1958. -- The Board of Regents of The University of Texas met as a Committee of the Whole in the President's Conference Room, Administration Building of Texas Western College of The University of Texas, El Paso, Texas, at 9:00 a.m. on Friday, the 12th day of December, 1958.

ATTENDANCE:

<u>Present</u>	<u>Absent</u>
Chairman Sorrell	Regent Jeffers - Excused
Vice-Chairman Lockwood	
Regent Bryan	
Regent (Mrs.) Devall	
Regent Hardie	
Regent Johnson	
Regent Minter	
Regent Thompson	
President Logan Wilson	
Secretary Thedford	

Also present at the meeting were Vice-President Casberg, Vice-President Cox, Vice-President Dolley, and Vice-President Haskew.

TEXAS UNION EXPANSION - H.H.F.A. PROJECT NO. TEX. 41 - CH-62(S), MAIN UNIVERSITY. -- [As a matter of record, the following had been reported to each Regent in the "Proposed Recommendations of the Land and Investment Committee" in the Material Supporting the Agenda:

Immediately after the October 1958 meeting of the Board of Regents, and in keeping with the action taken at that time, inquiry was made of the Board of Directors of the Texas Union concerning plans for the East Side Annex of the Texas Union. On November 3, 1958, the following resolution was passed by the Board of Directors of the Texas Union:

"That all monies presently in the Texas Union Building Fund (Account #77940), plus all other amounts that are hereafter returned to that fund, after the sale of bonds, from money temporarily taken from the fund and used for architects' fees (the total amount not to exceed \$100,000.00), be firmly committed to defraying the costs of constructing, equipping and furnishing the East Side Annex to the Texas Union and to defraying all other costs related thereto, this commitment to take effect upon the award of construction contracts for the expansion and remodeling of the central Texas Union Building."

The resolution was approved by the Dean of Student Life, Dean of Student Services, and Vice-President and Provost of the Main University. The

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bonds were advertised in the November 24, 1958 issue of the Bond Buyer and by Prospectus sent to a selected mailing list. Copies of Notice of Sale and Prospectus were sent to each member of the Board of Regents. (The official copies are in the Secretary's Files, Volume VIa Page 1.)

Chairman Sorrell called on Vice-President Dolley to present the matters relating to the Expansion of the Texas Union Building at the Main University and to identify the necessary resolutions for effecting H.H.F.A. Project No. Tex. 41-CH-62(S). These resolutions and the award of the contract for the printing of the bonds, as presented below and adopted, had been approved by the Land and Investment Committee at its meeting on December 11, 1958.

RESOLUTION AUTHORIZING THE ISSUANCE OF BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS STUDENT UNION REVENUE BONDS, SERIES 1958-A AND SERIES 1958-B, AGGREGATING \$1,900,000.00, TEXAS UNION BUILDING, MAIN UNIVERSITY. --

Mr. Johnson introduced a resolution and moved that the resolution be adopted. The Secretary read the resolution in full. Mr. Lockwood seconded the motion.

The motion carrying with it the adoption of the resolution prevailed by the following vote:

AYES: Messrs. Sorrell, Lockwood, Bryan, Thompson, Johnson, Minter, Hardie, and Mrs. Devall.

NOES: None.

The resolution as adopted is as follows:

RESOLUTION

BY THE BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS AUTHORIZING THE ISSUANCE OF BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS STUDENT UNION REVENUE BONDS, SERIES 1958-A AND SERIES 1958-B, AGGREGATING \$1,900,000.00, FOR THE PURPOSE OF PAYING THE COST OF IMPROVING THE EXISTING STUDENT UNION BUILDING (THE TEXAS UNION), ON THE CAMPUS OF THE UNIVERSITY OF TEXAS, AUSTIN, TEXAS, BY REMODELING SAME AND CONSTRUCTING AN ADDITION THERETO, INCLUDING NECESSARY APPURTENANCES; MAKING PLEDGES OF REVENUES AND FEES AND MAKING CONVENANTS TO INSURE THE AVAILABILITY AND USE OF SAID REVENUES AND FEES TO PAY THE PRINCIPAL AND INTEREST ON SAID BONDS AND FOR OPERATION AND MAINTENANCE PURPOSES; AND PRESCRIBING OTHER MATTERS RELATING THERETO.

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WHEREAS, the Board of Regents of The University of Texas (sometimes hereinafter called the "Board") is authorized to improve and construct additions to such buildings and other structures as may be deemed appropriate by the Board, at The University of Texas at Austin, Texas (sometimes hereinafter referred to as the "University"), by virtue of Article 2909c, Revised Civil Statutes of Texas, 1925, as amended; and

WHEREAS, there is an existing Student Union Building on the campus of the University known as the Texas Union; and

WHEREAS, it is deemed by the Board appropriate and for the good of the University that the Texas Union be improved by remodeling same and constructing an addition thereto, including necessary appurtenances; and

WHEREAS, the Board has approved the total cost, capacity, type and plans and specifications of said improvements and addition; and

WHEREAS, the Board has determined to authorize, issue, sell and deliver its negotiable revenue bonds in the total aggregate amount of \$1,900,000.00, for the purpose of paying the cost of said improvements and addition;

THEREFORE, BE IT RESOLVED AND ORDERED BY THE BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS:

Section 1. That the total cost, capacity, type and plans and specifications of said improvements and addition have been and are hereby approved by the Board.

Section 2. That for the purpose of paying the cost of improving the Texas Union, on the campus of The University of Texas at Austin, Texas, by remodeling same and constructing an addition thereto, including necessary appurtenances, there are hereby authorized to be issued the negotiable revenue Bonds of the Board of Regents of The University of Texas in the total aggregate principal amount of \$1,900,000.00 (hereinafter sometimes collectively called the "Bonds").

Section 3. That said Bonds shall be issued in two Series and be known as "Board of Regents of The University of Texas Student Union Revenue Bonds, Series 1958-A" and "Board of Regents of The University of Texas Student Union Revenue Bonds, Series 1958-B," respectively. Said Series 1958-A bonds shall be issued in the principal amount of \$400,000.00 and said Series 1958-B bonds shall be issued in the principal amount of \$1,500,000.00. All of the Bonds of both Series shall be and are hereby issued for the same purpose, secured and payable in the same manner and of like tenor and effect, except as to serial number, interest rate, right of prior redemption and maturity.

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Section 4. That the Series 1958-A bonds shall be numbered consecutively from A1 to A400, both inclusive, of the denomination of One Thousand Dollars (\$1,000.00) each, aggregating Four Hundred Thousand Dollars (\$400,000.00), and shall bear interest from their date until paid at the following rates:

Bonds Nos. A-1 to A-154, both inclusive, 4 % per annum;
 Bonds Nos. A-155 to A-284, both inclusive, 3.40% per annum;
 Bonds Nos. A-285 to A-400, both inclusive, 3.50% per annum;

payable April 1, 1959, and semi-annually thereafter on October 1 and April 1 of each year.

Section 5. That the Series 1958-B bonds shall be numbered consecutively from B1 to B1,500, both inclusive, of the denomination of One Thousand Dollars (\$1,000.00) each, aggregating One Million Five Hundred Thousand Dollars (\$1,500,000.00), and shall bear interest from their date until paid at the rate of Two and seven-eighths per cent (2-7/8%) per annum, payable April 1, 1959, and semi-annually thereafter on October 1 and April 1 of each year.

Section 6. That all said Bonds shall be dated October 1, 1958, and the principal thereof and interest thereon shall be payable at The Austin National Bank, Austin, Texas, or, at the option of the holder, at the Bankers Trust Company, New York, New York, in any coin or currency which, on the respective dates of payment of such principal and interest is legal tender for the payment of debts due the United States of America; provided that said principal and interest shall be payable only upon presentation and surrender of proper Bond or interest coupon.

Section 7. That the Bonds, consisting of Series 1958-A and Series 1958-B, shall mature and become due and payable on October 1 of each of the years, and in the amounts, respectively, as follows:

SERIES 1958-A

<u>BOND NUMBERS</u>	<u>MATURITY DATES</u>	<u>AMOUNTS</u>
A1 to A23, both inclusive,	1961	\$ 23,000.00
A24 to A46, " "	1962	23,000.00
A47 to A71, " "	1963	25,000.00
A72 to A98, " "	1964	27,000.00
A99 to A125, " "	1965	27,000.00
A126 to A154, " "	1966	29,000.00
A155 to A185, " "	1967	31,000.00
A186 to A216, " "	1968	31,000.00
A217 to A249, " "	1969	33,000.00
A250 to A284, " "	1970	35,000.00
A285 to A321, " "	1971	37,000.00
A322 to A360, " "	1972	39,000.00
A361 to A400, " "	1973	40,000.00

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SERIES 1958-B

<u>BOND NUMBERS</u>	<u>MATURITY DATES</u>	<u>AMOUNTS</u>
B1 to B10, both inclusive,	1961	\$ 10,000.00
B11 to B21, " "	1962	11,000.00
B22 to B32, " "	1963	11,000.00
B33 to B43, " "	1964	11,000.00
B44 to B55, " "	1965	12,000.00
B56 to B67, " "	1966	12,000.00
B68 to B79, " "	1967	12,000.00
B80 to B92, " "	1968	13,000.00
B93 to B105, " "	1969	13,000.00
B106 to B118, " "	1970	13,000.00
B119 to B132, " "	1971	14,000.00
B133 to B146, " "	1972	14,000.00
B147 to B160, " "	1973	14,000.00
B161 to B219, " "	1974	59,000.00
B220 to B278, " "	1975	59,000.00
B279 to B340, " "	1976	62,000.00
B341 to B402, " "	1977	62,000.00
B403 to B467, " "	1978	65,000.00
B468 to B535, " "	1979	68,000.00
B536 to B603, " "	1980	68,000.00
B604 to B674, " "	1981	71,000.00
B675 to B748, " "	1982	74,000.00
B749 to B822, " "	1983	74,000.00
B823 to B899, " "	1984	77,000.00
B900 to B979, " "	1985	80,000.00
B980 to B1059, " "	1986	80,000.00
B1060 to B1142, " "	1987	83,000.00
B1143 to B1228, " "	1988	86,000.00
B1229 to B1317, " "	1989	89,000.00
B1318 to B1407, " "	1990	90,000.00
B1408 to B1500, " "	1991	93,000.00

Section 8. Bonds Numbers A1 through A400, both inclusive, maturing serially on October 1 of the years 1961 through 1973, both inclusive, being all of the Series 1958-A Bonds, shall be non-callable.

Bonds Numbers B1 through B92, both inclusive, maturing serially on October 1 of the years 1961 through 1968, both inclusive, shall be non-callable. The Board reserves the option of calling Bonds Numbers B1,060 through B1,500, both inclusive, maturing serially on October 1 of the years 1987 through 1991, both inclusive, for redemption prior to maturity, in whole or in part, in inverse numerical order, on any interest payment date, at par and accrued interest to date of redemption.

After, but not until, the Board has exercised its option to call all of said Bonds Numbers B1,060 through B1,500, both inclusive, or after all of said Bonds Numbers B1,060 through B1,500 shall have been retired in any manner, then the Board shall have the option of calling Bonds Numbers B93 through B1,059, both inclusive, maturing serially

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on October 1 of the years 1969 through 1986, both inclusive, for redemption prior to maturity, in whole or in part, in inverse numerical order, on April 1, 1969, or on any interest payment date thereafter, at par and accrued interest to date of redemption, plus a premium on the principal of each such Series 1958-B bond so redeemed, as follows:

3% on all such bonds redeemed during the period from April 1, 1969 through October 1, 1975, both inclusive;

2% on all such bonds redeemed during the period from April 1, 1976 through October 1, 1981, both inclusive;

1% on all such bonds redeemed after October 1, 1981.

Notice of any redemption of Bonds as provided above must be published in a financial publication printed in the English language in the City of New York, New York, at least once, not less than thirty (30) days before the date fixed for such payment, and at least thirty (30) days' notice in writing is to be given to the Places of Payment before the date so fixed for such redemption; provided, that said published notice of redemption need not be given in the event that all of the Bonds to be so redeemed are held by a single owner, and notice in writing by registered mail, postage prepaid, is given to such owner not less than thirty (30) days before the date so fixed for redemption. Prior to the date fixed for redemption, funds shall be placed in the Places of Payment sufficient to pay the Bonds called and accrued interest thereon, plus any premiums required. Upon the happening of the above conditions, said Bonds thus called shall not thereafter bear interest after the date fixed for redemption. If any of the Bonds to be redeemed at the time of any redemption of Bonds is registered as to principal, notice of any such redemption shall be mailed to the registered owner of each such Bond by registered mail, postage prepaid, addressed to him at his registered address, not less than thirty (30) days prior to the date fixed for redemption. If no Bonds payable to bearer are to be redeemed, published notice of such redemption need not be given.

Section 9. The Board shall keep books at the office of the Comptroller of The University of Texas at Austin, Texas, as Registrar, for the registration (as to principal only) and transfer of Bonds. Such books shall, in addition to the name of each owner of coupon Bonds registered as to principal show the address of each such owner.

The holder of any of the said Bonds may have such Bond registered in his name on said books, and such registration shall be noted on each such Bond by the Registrar. The registered owner of any such Bond registered as to principal shall have the right to have the same discharged from registration and made payable to bearer, in which case transferability by delivery shall be restored and thereafter the principal of said Bonds, when due, shall be payable to the person presenting the Bond. Any such Bonds made payable to bearer may be registered again in the name of the holder with the same effect as upon the first registration thereof. Successive registrations and discharges from registration

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as aforesaid may be made from time to time as desired. Registration as to principal of the said Bond shall not affect the negotiability of the coupons appertaining thereto, but title to each such coupon shall continue to pass by delivery and it shall remain payable to bearer.

Such registration and discharges from registration shall be made under such reasonable regulations as the Board may prescribe and for which the Board may make a charge sufficient to reimburse it for any tax or governmental charge required with respect thereto, all such charges to be paid by the party requesting such registration or discharge from registration as a condition precedent to the exercise of such privilege.

No transfer of any of the said Bonds registered as to principal shall be valid unless made on said books at the request of the registered owner or by his duly authorized attorney and such registration noted upon the said Bonds. Upon presentation to the Registrar of any of said Bonds registered as to principal, accompanied by written instrument of transfer in a form approved by the Registrar, executed by the registered owner thereof or by his duly authorized attorney, such Bond shall be transferred upon such books.

The Board and the Places of Payment may treat the bearer of any of said Bonds issued hereunder which shall not at the time be registered as to principal, and the bearer of any coupons appertaining to any of said Bonds, whether or not such Bond shall be so registered, as the absolute owner of such Bond or coupon, as the case may be, for the purpose of receiving payment of, or on account of, said Bond or coupon and for all other purposes, and neither the Board nor the Places of Payment shall be affected by any notice to the contrary.

The Board and the Registrar shall treat the person in whose name any Bond shall be registered as the absolute owner thereof for the purpose of receiving payment of, or on account of, the principal of such Bond and for all other purposes except to receive payment of interest represented by outstanding coupons, and neither the Board nor the Places of Payment shall be affected by any notice to the contrary.

Section 10. That no one of the Bonds of either Series 1958-A or of Series 1958-B shall be entitled to priority over any other Bond of the same or other Series authorized hereunder in the application of the Net Revenues and Use Fees of the Texas Union hereinafter pledged to the payment of the principal of and interest on the Bonds, regardless of the fact that this issue is divided into two Series of Bonds and regardless of the fact that some of the Bonds may be delivered prior to the delivery of other Bonds, it being the intent of this resolution that all of the Bonds authorized hereunder shall rank equally.

Section 11. All Bonds issued hereunder and the coupons attached to same shall be executed on behalf of the Board by the imprinted facsimile signatures of the Chairman of the Board and the Secretary of the Board, and such facsimile signatures shall have the same effect as manual signatures, and the corporate seal of said Board shall be impressed on each of the Bonds.

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Section 12. That the Bonds, the coupons to be attached thereto, the Certificate of Registration by the Registrar and the Certificate of the Comptroller of Public Accounts of the State of Texas, shall be substantially in the following forms, respectively, to-wit:

(FORM OF COUPON BOND)

NO. _____

\$1,000.00

UNITED STATES OF AMERICA
STATE OF TEXAS
BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS
STUDENT UNION REVENUE BOND
SERIES 1958-*

The Board of Regents of The University of Texas (herein called the "Board"), for value received, hereby promises to pay to bearer, or if this Bond be registered as to principal, then to the registered owner hereof, on the first day of October, 19__ , but solely from the revenues and fees hereinafter specified, the principal sum of One Thousand Dollars (\$1,000.00), and to pay interest thereon from the date hereof at the rate of _____ per cent (___ %) per annum, payable April 1, 1959, and thereafter semi-annually on the first day of October and the first day of April in each year until said principal sum is paid, but until the maturity hereof only upon the presentation and surrender of the interest coupons hereto appertaining as they severally become due. Both the principal of and the interest on this Bond shall be payable in any coin or currency which on the respective dates of payment of such principal and interest is legal tender for the payment of debts due the United States of America, at the main office of The Austin National Bank, Austin, Texas, or, at the option of the holder, at the Bankers Trust Company, in the City of New York, New York (herein collectively called the "Places of Payment").

This Bond is one of a Series of Bonds of like tenor and effect except as to serial number, maturity and right of prior redemption, numbered ** to ** , both inclusive, of the denomination of One Thousand Dollars (\$1,000.00) each, aggregating *** Dollars (\$ _____), issued pursuant to a Resolution duly adopted by the Board, for the purpose of paying the cost of improving the Texas Union, on the campus of The University of Texas at Austin, Texas, by remodeling same and constructing an addition thereto, including necessary appurtenances. Said Bonds are issued under the Constitution and Laws of the State of Texas, and particularly Article 2909c, Vernon's Revised Civil Statutes of Texas, as amended, and all are equally and ratably secured by and payable from a first lien on and pledge of the net revenues and use fees to be derived from the operation and ownership of the Texas Union (except and excluding any revenues whatsoever from any and all food service facilities at any time now or hereafter located therein) and the collection of the Student Union Building Use Fees to be levied, charged and collected, as provided in the Resolution, from all enrolled students at The University of Texas, Austin, Texas, for the use of the Texas Union, such Use Fees not to exceed \$5.00 per student for each semester of each regular long session and \$2.50 per student for each summer session (or \$2.50 per student for each term of each summer session, if there be more than one term). This Bond and the Series of

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which it is a part, and the interest thereon, constitute special obligations of the Board and are payable solely from the aforesaid revenue and use fees, after deduction of the operation and maintenance expenses of the Texas Union therefrom, and do not constitute an indebtedness of the State of Texas or The University of Texas. The holder hereof and of the coupons attached hereto shall never have the right to demand payment of this Bond or of such coupons out of any funds raised or to be raised by taxation.

Two Series of Bonds are authorized concurrently in the aforesaid Resolution, being Board of Regents of The University of Texas Student Union Revenue Bonds, Series 1958-A, being numbered consecutively from A1 to A400, both inclusive, of the denomination of \$1,000.00 each, aggregating the principal amount of \$400,000.00, and Board of Regents of The University of Texas Student Union Revenue Bonds, Series 1958-B, being numbered consecutively from B1 to B1,500, both inclusive, of the denomination of \$1,000.00 each, aggregating the principal amount of \$1,500,000.00. Both such Series of Bonds are issued for the same purpose, secured and payable in the same manner, and they are of like tenor and effect except as to serial number, interest rate, right of prior redemption and maturity. The Bonds of both Series are equal in dignity and security in all respects, and no Bond of either Series shall have any priority of any nature over any Bond of the same or other Series, except as to right of prior redemption and maturity.

***Bonds Numbers B1 through B92, both inclusive, maturing serially on October 1 of the years 1961 through 1968, both inclusive, shall be non-callable. The Board reserves the option of calling Bonds Numbers B1,060 through B1,500, both inclusive, maturing serially on October 1 of the years 1987 through 1991, both inclusive, for redemption prior to maturity, in whole or in part, in inverse numerical order, on any interest payment date, at par and accrued interest to date of redemption.

***After, but not until, the Board has exercised its option to call all of said Bonds Numbers B1,060 through B1,500, both inclusive, or after all of said Bonds Numbers B1,060 through B1,500 shall have been retired in any manner, then the Board shall have the option of calling Bonds Numbers B93 through B1,059, both inclusive, maturing serially on October 1 of the years 1969 through 1986, both inclusive, for redemption prior to maturity, in whole or in part, in inverse numerical order, on April 1, 1969, or on any interest payment date thereafter, at par and accrued interest to date of redemption, plus a premium on the principal of each such Series 1958-B bond so redeemed as follows:

3% on all such bonds redeemed during the period from April 1, 1969 through October 1, 1975, both inclusive;

2% on all such bonds redeemed during the period from April 1, 1976 through October 1, 1981, both inclusive;

1% on all such bonds redeemed after October 1, 1981.

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***Notice of any redemption of Bonds as provided above must be published in a financial publication printed in the English language in the City of New York, New York, at least once, not less than thirty (30) days before the date fixed for such payment, and at least thirty (30) days' notice in writing is to be given to the Places of Payment before the date so fixed for such redemption; provided, that said published notice of redemption need not be given in the event that all of the Bonds to be so redeemed are held by a single owner, and notice in writing by registered mail, postage prepaid, is given to such owner not less than thirty (30) days before the date so fixed for redemption. Prior to the date fixed for redemption, funds shall be placed in the Places of Payment sufficient to pay the Bonds called and accrued interest thereon, plus any premiums required. Upon the happening of the above conditions, said Bonds thus called shall not thereafter bear interest after the date fixed for redemption. If any of the Bonds to be redeemed at the time of any redemption of Bonds is registered as to principal, notice of any such redemption shall be mailed to the registered owner of each such Bond by registered mail, postage prepaid, addressed to him at his registered address, not less than thirty (30) days prior to the date fixed for redemption. If no Bonds payable to bearer are to be redeemed, published notice of such redemption need not be given.

This Bond and the interest coupons attached hereto are and shall be negotiable instruments in accordance with the laws of the State of Texas, and shall be transferable by delivery, unless registered as to principal in the owner's name upon books of the Board to be kept for that purpose at the office of the Comptroller of The University of Texas at Austin, Texas, as Registrar, such registration being noted hereon. After such registration, no transfer of this Bond shall be valid unless made on said books by the registered owner hereof in person, or by his duly authorized attorney, and similarly noted hereon; but this Bond may be discharged from registry by being in like manner transferred to bearer, whereupon transferability by delivery shall be restored; and this Bond may again and from time to time be registered or made payable to bearer as before. Such registration, however, shall not affect the negotiability of the annexed coupons, which shall always be transferable by delivery and be payable to bearer, and payment to the bearer thereof shall fully discharge the Board in respect of the interest therein mentioned whether or not this Bond be registered as to principal and whether or not any such coupons be overdue.

It is hereby declared and represented in issuing this Bond and the series of which it is a part that while any part of the principal or interest of said issue of Bonds is outstanding and unpaid, the Board has covenanted and agreed to operate and maintain continuously the Texas Union and the facilities and services afforded by same; to establish and continuously fix, levy, charge and collect the pledged Student Union Building Use Fees as provided in the Resolution authorizing the Bonds; to establish and continuously maintain rates and charges for services, facilities and supplies, in connection with the operation and ownership of the Texas Union and the services afforded by same (excluding all food service facilities), sufficient, together with the aforesaid Use Fees, to pay the reasonable operation and maintenance expenses thereof (excluding all food service facilities), and to pay the principal of and interest on the Series 1958-A and Series 1958-B Bonds as each Bond matures and as

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such interest falls due, and to establish and maintain adequate reserves as is more fully provided in the Resolution authorizing the Bonds.

It is hereby certified and recited that all acts, conditions and things required to be done precedent to and in the issuance of this Bond and the series of which it is a part have been properly done, have happened and have been performed in regular and due time, form and manner as required by the Constitution and the laws of the State of Texas and the proceedings herein mentioned, that this Series of Bonds does not exceed any constitutional or statutory limitation, and that provision has been made for the payment of principal of and interest on this Bond and the series of which it is a part by an irrevocable pledge of the revenues and fees specified herein.

IN WITNESS WHEREOF, THE BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS has caused the corporate seal of said Board to be impressed hereon and has caused this Bond and the interest coupons attached hereto to be executed by the Chairman of said Board and the Secretary of said Board, and this Bond to be dated October 1, 1958.

BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS

Secretary

Chairman

(* - A for Series 1958-A Bonds; and B for Series 1958-B Bonds;
** - A1 to A400 for Series 1958-A Bonds; and B1 to B1,500 for Series 1958-B Bonds;
*** - Four Hundred Thousand Dollars (\$400,000.00) for Series 1958-A Bonds; and One Million Five Hundred Thousand Dollars (\$1,500,000.00) for Series 1958-B Bonds;
**** - These paragraphs pertaining to redemption shall be omitted from all the Series 1958-A Bonds.)

(FORM OF INTEREST COUPON)

\$ _____

NO. _____

On the first day of _____, 19____, upon surrender of this coupon* (unless the Bond hereinafter mentioned shall have been previously called for redemption and payment duly provided therefor), the BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS will pay to bearer at the main office of The Austin National Bank, Austin, Texas, or, at the option of the holder, at the Bankers Trust Company, in the City of New York, but solely from the revenues and fees specified in the Bond to which this coupon is attached, _____ Dollars (\$ _____), payable in any coin or currency which on such date is legal tender for the payment of debts due the United States of America, being six months' interest then due on its Student Union Revenue Bond, Series 1958-**, dated October 1, 1958. The holder hereof shall never have the right to demand payment of this obligation out of funds raised or to be raised by taxation. Bond No. _____.

BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS

Secretary

Chairman

(* - This parenthetical expression to be omitted from all coupons attached to all the Series 1958-A Bonds.
** - A for coupons attached to Series 1958-A Bonds; and B for coupons attached to Series 1958-B Bonds.)

(FORM OF COMPTROLLER'S CERTIFICATE)

STATE OF TEXAS | REGISTER NUMBER
OFFICE OF COMPTROLLER |

I HEREBY CERTIFY that there is on file and of record in my office a certificate of the Attorney General of the State of Texas to the effect that this Bond has been examined by him as required by law, and that he finds that it has been issued in conformity with the Constitution and laws of the State of Texas, and that it is a valid and binding special obligation of the Board of Regents of The University of Texas, and said Bond has this day been registered by me.

WITNESS my hand and seal of office at Austin, Texas,

Comptroller of Public Accounts of the State of Texas

(FORM OF CERTIFICATE OF REGISTRATION)

It is hereby certified that, at the request of the holder of the within Bond, I have this day registered it as to principal in the name of such holder as indicated in the registration blank below, on the books kept by me for such purpose. The principal of this Bond shall be payable only to the registered holder hereof named in the below registration blank. If the last transfer recorded on the books of the Registrar and in the below registration blank shall be to bearer, the principal of this Bond shall be payable to bearer and it shall be in all respects negotiable. In no case shall negotiability of the coupons attached hereto be affected by any registration as to principal.

Table with 3 columns: NAME OF REGISTERED HOLDER, DATE OF REGISTRATION, SIGNATURE OF REGISTRAR. Includes several blank rows for data entry.

Section 13. Definitions. That throughout this Resolution the following terms as used herein shall have the meanings set forth below, unless the text hereof specifically indicates otherwise:

The term "Texas Union" shall mean the existing student union or student activity building located on the campus of The University of Texas at Austin, Texas, together with the improvements thereto to be made, by remodeling same and constructing an addition thereto, including necessary appurtenances, with the proceeds from the sale of the Bonds, and together with all other improvements, extensions and additions thereto, and replacements thereof hereafter constructed or acquired.

The term "Student Union Building Use Fees" or "Use Fees" shall mean the fees to be levied, charged and collected by the Board, as provided in Section 24(f) hereof, from all enrolled students at The University of Texas at Austin, Texas, for the use of the Texas Union, such Use Fees not to exceed \$5.00 per student for each semester of each regular long session and \$2.50 per student for each summer session (or \$2.50 per student for each term of each summer session if there be more than one term).

The term "Project" shall mean the work to be accomplished in improving the Texas Union by remodeling same and constructing an addition thereto, including necessary appurtenances, with the proceeds from the sale of the Bonds.

The term "Board" shall mean the Board of Regents of The University of Texas.

The term "University" shall mean The University of Texas at Austin, Texas.

The term "Current Expenses" shall mean all necessary operating expenses, current maintenance charges, expenses of reasonable upkeep and repairs, properly allocated share of charges for insurance and all other expenses incident to the operation of the Texas Union except and excluding the operation and maintenance expenses of any and all food service facilities at any time now or hereafter located therein, including, but not limited to, the facilities known as the Union Cafeteria and the Chuck Wagon, and also excluding depreciation, all general administrative expenses of the University and payments into the Maintenance Account, hereinafter provided for.

The term "Net Revenues and Use Fees of the Texas Union" shall mean collectively: (1) all gross revenues derived from the operation and ownership of the Texas Union and all the services afforded by same (but excluding any revenues whatsoever from any and all food service facilities at any time now or hereafter located herein, including but not limited to the facilities known as the Union Cafeteria and the Chuck Wagon) plus (2) all gross collections of the Use Fees, after deduction from said gross revenues and gross collections only the Current Expenses of the Texas Union.

The term "Bonds" shall mean collectively the \$1,900,000.00 of Student Union Revenue Bonds, issued hereunder, including both Series 1958-A and Series 1958-B.

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The term "Places of Payment" shall mean collectively The Austin National Bank, Austin, Texas, and the Bankers Trust Company, New York, New York.

Section 14. That the principal of and interest on the Bonds shall be paid from and secured by a first lien on and pledge of the Net Revenues and Use Fees of the Texas Union, and said first lien and pledge are hereby irrevocably created (it being understood that the term Net Revenues and Use Fees of the Texas Union as hereinbefore defined specifically excludes all food service revenues).

Section 15. (a) That the Bonds and interest thereon shall constitute special obligations of the Board, payable solely from the Net Revenues and Use Fees of the Texas Union herein pledged, and such obligations shall not constitute an indebtedness of the State of Texas or the University, and the holders of the Bonds and the coupons attached thereto shall never have the right to demand payment out of funds raised or to be raised by taxation.

(b) That in no event while any of the Bonds or interest thereon remain outstanding and unpaid, shall the Board sell, mortgage, lease or otherwise dispose of the Texas Union or any substantial part thereof, nor shall the Net Revenues and Use Fees of the Texas Union be further encumbered unless such encumbrance is made junior and subordinate in all respects to the liens and pledges herein created for the benefit of the Bonds.

Section 16. That there is hereby created and ordered to be established and maintained so long as any of the Bonds are outstanding at an official depository (which must be a member of the Federal Deposit Insurance Corporation) of the Board, a separate account to be entitled the "1958 Union Revenue Fund Account" (hereinafter sometimes called the "Revenue Fund"). Commencing on the date upon which the Project or any portion thereof becomes revenue-producing, all gross revenues derived from the operation and ownership of the Texas Union, and all the services afforded by same (but specifically excluding any revenues whatsoever from any and all food service facilities at any time now or hereafter located therein, including, but not limited to, the facilities known as the Union Cafeteria and the Chuck Wagon) shall be deposited upon receipt to the credit of the Revenue Fund. Also, all gross Student Union Building Use Fees collected pursuant to Section 24 (f) hereof shall be deposited upon receipt to the credit of the Revenue Fund.

All Current Expenses, as hereinbefore defined, of the Texas Union, shall be paid from the Revenue Fund as a first charge against said Revenue Fund and the money therein.

Section 17. That to pay the interest on and principal of all the Bonds, there is hereby created and ordered to be established and maintained, so long as any of the Bonds are outstanding at an official depository (which must be a member of the Federal Deposit Insurance Corporation) of the Board, a separate "Bond and Interest Sinking Fund Account" (hereinafter sometimes called the "1958 Union Bond Fund"). There is further created and ordered to be established within the 1958 Union Bond Fund an account entitled the "Reserve Account." All money in the 1958 Union Bond Fund in excess of the amount required to pay the principal of and interest on

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the Bonds for the remainder of the then current calendar year shall be considered as being in the Reserve Account. The funds held in the Bond Fund, including the Reserve Account, shall be held for the benefit of the holders of the Bonds and coupons attached thereto.

Section 18. That there is hereby appropriated from the proceeds from the sale of the Bonds, and accrued interest thereon, and, concurrently with the delivery of the Bonds to the purchaser, there is hereby ordered to be deposited in the 1958 Union Bond Fund a sum of money equal to the amount of interest on the Bonds which will accrue on April 1, 1959, October 1, 1959, April 1, 1960 and October 1, 1960. It is hereby found, determined and declared that such amount is the amount of interest on the Bonds which will accrue during the construction of the Project.

Section 19. That on the 15th day of March, 1961, and semi-annually on or before the 15th day of each September and March thereafter, the Board shall transfer and deposit all the Net Revenues and Use Fees of the Texas Union in the Revenue Fund to the credit of the 1958 Union Bond Fund, until such time as the total amount of funds and/or investments in the 1958 Union Bond Fund is at least equal to the sum of (1) the amount required to pay the principal of and interest on the outstanding Bonds for the remainder of the then current calendar year, plus (2) a debt service reserve of \$193,000.00. Thereafter the Board shall transfer and deposit the Net Revenues and Use Fees of the Texas Union in the Revenue Fund to the credit of the 1958 Union Bond Fund at such times and in such amounts as will cause the 1958 Union Bond Fund at all times to contain a total amount of funds and/or investments at least equal to the sum of (1) the amount required to pay the principal of and interest on the outstanding Bonds for the remainder of the then current calendar year, plus (2) a debt service reserve of \$193,000.00. Money in the Reserve Account shall be used finally in retiring the last of the Bonds or for paying principal and/or interest on the Bonds when and to the extent the amount in the 1958 Union Bond Fund is otherwise insufficient for such purpose.

Section 20. That there is hereby created and ordered to be established and maintained so long as any of the Bonds are outstanding, at an official depository (which must be a member of the Federal Deposit Insurance Corporation) of the Board, a separate "1958 Union Building Maintenance and Equipment Reserve Account" (hereinafter sometimes called the "Maintenance Account"). On or before the close of each fiscal year following the date upon which the 1958 Union Bond Fund shall contain a total amount of funds and/or investments at least equal to the sum of (1) the amount required to pay the principal of and interest on the outstanding Bonds for the remainder of the then current calendar year, plus (2) the debt service reserve of \$193,000.00, and annually thereafter on or before the close of each fiscal year, the Board shall transfer all the Net Revenues and Use Fees of the Texas Union in the Revenue Fund in excess of the amounts required to be deposited into the 1958 Union Bond Fund on or before the next succeeding September 30 and deposit same to the credit of the Maintenance Account; provided, however, that no more than \$19,000.00 shall be so deposited into the Maintenance Account during any one fiscal year, and no deposit shall be made into the Maintenance Account which would cause such Account to then contain funds and/or investments of more than \$190,000.00. The money in the Maintenance

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Account may be drawn on and used by the Board for paying the cost of unusual or extraordinary maintenance or repairs and renewals and replacements in connection with the Texas Union, or to pay for renovating or replacing of furniture and equipment not paid from the Revenue Fund as a part of the Current Expenses of the Texas Union.

Deposits into the Maintenance Account shall be subordinate to those to be made into the 1958 Union Bond Fund, and no deposit shall ever be made into the Maintenance Account unless the 1958 Union Bond Fund then contains a total amount of funds and/or investments at least equal to the sum of (1) the amount required to pay the principal of and interest on the outstanding Bonds for the remainder of the then current calendar year, plus (2) a debt service reserve of \$193,000.00. If, at any time, the 1958 Union Bond Fund should be reduced to a total amount of funds and/or investments less than the sum of (1) the amount required to pay the principal of and interest on the outstanding Bonds for the remainder of the then current calendar year, plus (2) a debt service reserve of \$193,000.00, then, to the extent that Net Revenues and Use Fees of the Texas Union in the Revenue Fund are not available for such purpose, all or any required part of the Maintenance Account shall be transferred and deposited immediately by the Board to the credit of the 1958 Union Bond Fund so as to make up for such deficiency.

Section 21. At any time or times when the 1958 Union Bond Fund contains a total amount of funds and/or investments at least equal to the sum of (1) the amount required to pay the principal of and interest on the outstanding Bonds for the remainder of the then current calendar year, plus (2) a debt service reserve of \$193,000.00, then any money in the Revenue Fund in excess of that required for the payment of Current Expenses payable from the Revenue Fund and making the required deposits to the credit of the 1958 Union Bond Fund (including the Reserve Account) and the Maintenance Account, may be used for the redemption of outstanding Bonds prior to their scheduled maturity, in amounts of not less than \$10,000.00 in principal amount at any one time, in the manner prescribed in this Resolution, or for any expenditures, including the payment of debt service, in providing, improving, or restoring any housing, dining or Texas Union facilities at the University, or for any other lawful purpose.

Section 22. On or before the last day of March, 1959, and on or before the last day of each September and of each March thereafter while any of the Bonds are outstanding and unpaid, there shall be made available to the Places of Payment, out of the Bond Fund, money sufficient to pay such interest on and such principal of the Bonds as will accrue or mature on the April 1 or October 1 immediately following.

Section 23. (a) That money in all Funds and Accounts created by this Resolution shall be secured by the pledge of direct obligations of, or obligations unconditionally guaranteed by the United States government in a principal amount at all times not less than the amount of money credited to such Funds and Accounts, respectively.

(b) That whenever the total amount in the 1958 Union Bond Fund shall be equivalent to (1) the aggregate principal amount of all Bonds outstanding, plus (2) the aggregate amount of all unpaid coupons thereto appertaining unmatured and matured, no further payments need be made into the 1958

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Union Bond Fund. In determining the amount of Bonds outstanding, there shall be subtracted the amount of any Bonds which shall have been duly called for redemption and for which funds shall have been deposited in the Places of Payment sufficient for such redemption.

Section 24. The Board covenants and agrees that:

- (a) It will faithfully perform at all times any and all covenants, undertakings, stipulations and provisions contained in this Resolution and in each and every Bond executed and delivered hereunder; that it will promptly pay or cause to be paid from the Net Revenues and Use Fees of the Texas Union herein pledged the principal of and interest on every Bond issued hereunder, on the dates and in the places and manner prescribed in such Bond, and that it will, at the times and in the manner prescribed herein, deposit or cause to be deposited, from the Net Revenues and Use Fees of the Texas Union pledged, the amounts of money specified herein. All bonds and coupons, when paid, shall be cancelled by the Places of Payment and shall be delivered to or upon the order of the Board.
- (b) It is duly authorized under the laws of the State of Texas to create and issue the Bonds; that all action on its part for the creation and issuance of the Bonds has been duly and effectively taken, and that the Bonds in the hands of the holders and owners thereof are and will be valid and enforceable special obligations of the Board in accordance with their terms.
- (c) It lawfully owns and is lawfully possessed of the lands upon which the Texas Union is and will be located, and has a good and indefeasible estate in such lands in fee simple; that the Project will be constructed and completed in accordance with the plans heretofore approved and adopted; that it warrants that it has and will defend, the title to the Texas Union and all the aforesaid lands and facilities, and every part thereof and improvements thereon, for the benefit of the holders and owners of the Bonds against the claims and demands of all persons whomsoever; that it is lawfully qualified to pledge the Net Revenues and Use Fees of the Texas Union to the payment of the Bonds in the manner prescribed herein, and has lawfully exercised such rights.
- (d) It will from time to time and before the same become delinquent pay and discharge all taxes, assessments and governmental charges, if any, which shall be lawfully imposed upon it, or upon the Texas Union, that it will pay all lawful claims for rents, royalties, labor, materials, and supplies which if unpaid might by law become a lien or charge upon the Texas Union, the lien of which would be prior to or interfere with the liens hereof, so that the priority of the liens granted hereunder shall be fully preserved in the manner provided herein, and that it will not create or suffer to be created any mechanic's, laborer's, materialman's or other lien or charge which might or could be prior to the liens hereof, or do or suffer any matter or thing whereby the liens hereof might or could be impaired; provided, however, that no such tax, assessment or charge, and that no such claims which might be used as the basis of a mechanic's, laborer's, materialman's or other lien or charge, shall be required to be paid so long as the validity of the same shall be contested in good faith by the Board.

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(e) It will not do or suffer any act or thing whereby the Texas Union or any part thereof might or could be impaired, and that it will at all times maintain, preserve and keep the real and tangible property thereof in good condition, repair and working order and maintain, preserve and keep all structures and equipment pertaining thereto and every part and parcel thereof in good condition, repair and working order.

(f) Reference is hereby made to a resolution adopted by the Board, concurrently with the adoption of this Resolution, fixing, levying and charging Student Union Building Use Fees for the benefit of the Bonds and the interest thereon. It is covenanted and agreed that the Board will fix, levy, charge and collect a Student Union Building Use Fee from each student enrolled at the University commencing with the regular spring semester of the University beginning in February, 1961, in the amount of \$5.00 per student enrolled for each semester of each regular long session and \$2.50 per student enrolled for each summer session; and in the event that more than one term is held in any summer session, then said Use Fee shall be \$2.50 per student enrolled for each term of each such summer session. It is hereby found, determined and declared that said Student Union Building Use Fees are reasonable in all respects, taking into consideration the cost of providing the Project, the use to be made of it and the advantage to be derived therefrom by the users thereof and by the University. Such stated Student Union Building Use Fees shall be and remain in effect until such time as the 1958 Union Bond Fund shall contain a total amount of funds and/or investments at least equal to the sum of (1) the amount required to pay the principal of and interest on the outstanding Bonds for the remainder of the then current calendar year, plus (2) a debt service reserve of \$193,000.00. Thereafter, the Board shall fix, levy, charge and collect Student Union Building Use Fees in such amounts as will, together with the revenues derived from the operation and ownership of the Texas Union (exclusive of all food service revenues), be at least sufficient at all times to provide the Current Expenses, as hereinbefore defined, of the Texas Union, and to meet all debt service and other charges, payments and deposits required in connection with the Bonds. The Board further covenants and agrees that it will establish and maintain, so long as any of the Bonds or interest thereon are outstanding, such rates and charges for services, facilities and supplies in connection with the operation and ownership of the Texas Union (exclusive of all food service facilities) as will produce money at least sufficient, together with the pledged Student Union Building Use Fees, to pay the Current Expenses thereof and to meet all debt service and all other payments, charges and deposits required in connection with the Bonds. Reference is also made to a resolution adopted by the Board concurrently with the adoption of this Resolution, establishing initially the rates and charges effective as to the operation and ownership of the Texas Union (exclusive of all food service facilities). The Board will do all things necessary or convenient to enforce the provisions of the aforesaid resolutions pertaining to the Use Fees and operational rates and charges, assuming the obligation to amend such resolutions from time to time to render them fully efficient and effective in accordance with the terms of this Resolution. It is specifically provided, however, that in no event shall the Board ever be required to fix, levy, charge and collect any Student Union Building Use Fees at the University in excess of \$5.00 per student enrolled for each semester of each regular long

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session and \$2.50 per student enrolled for each summer session (or \$2.50 per student enrolled for each term of each summer session if more than one term be held). It is further specifically provided that any Use Fees collected by the Board prior to January, 1961, shall not in any way be subject to the provisions of this Resolution or the Bonds or the lien and pledge thereof.

(g) (1) Upon acceptance from the contractor, or upon occupancy, whichever shall first occur, of the Project or any portion thereof, the Board shall procure Boiler Insurance covering any steam boilers servicing the Texas Union, in a minimum amount of \$50,000.00, and the Board shall also procure fire and extended coverage insurance on the entire Texas Union and the contents thereof. The foregoing boiler and fire and extended coverage insurance shall be maintained so long as any of the bonds or interest thereon are outstanding and such fire and extended coverage insurance shall be in amounts at least sufficient to provide for full recovery on said building and the contents thereof whenever a loss from perils insured against does not exceed eighty per cent (80%) of the full insurable value thereof. Such insurance shall be carried with a reliable insurance company or companies, and the premiums on such insurance shall be paid from the Revenue Fund, as an item of Current Expense.

(2) Upon the happening of any loss or damage covered by any such policies from one or more of the causes to which reference is made in this Section, the Board shall make due proof of loss and shall do all things necessary or desirable to cause the insuring companies to make payment in full directly to the Board.

(3) The proceeds of insurance, covering such property, shall be used forthwith by the Board for the purpose of repairing the property damaged or replacing the property destroyed, and any insurance proceeds remaining upon the completion of such repair or replacement shall be deposited in the Bond Fund.

(h) Immediately after the completion of the Project and at all times thereafter when the amount of funds and/or investments in the 1958 Union Bond Fund are not at least equal to the sum of (1) the amount required to pay the principal of and interest on the Bonds for the remainder of the then current calendar year, plus (2) a debt service reserve of \$193,000.00, the Board shall procure and maintain use and occupancy insurance on the Texas Union in an amount sufficient to enable the Board to deposit in the 1958 Union Bond Fund, out of the proceeds of such insurance, an amount equal to the sum that normally would have been available for deposit in the Bond Fund from the Net Revenues and Use Fees of the Texas Union, during the time it is wholly or partially non-revenue-producing, as a result of loss of use or occupancy caused by the perils covered by fire and extended coverage insurance. Premiums on such insurance shall be paid from the Revenue Fund, as an item of Current Expense.

(i) It will, on or before March 1, 1961, and on or before October 1 of each year thereafter, file with the original purchaser or purchasers of the Bonds a certificate signed and verified by an official of the University stating that the Board has complied with the requirements of Section 24

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with respect to the maintenance of insurance, and listing all policies carried, and that all insurance premiums upon the insurance policies to which reference is hereinbefore made have been paid.

(j) Proper books of record and account will be kept in which full, true and correct entries will be made of all dealings or transactions in relation to the Texas Union, and all books, documents and vouchers relating to the properties, business and affairs of the Texas Union shall at all reasonable times be made available for inspection upon request by the holders of not less than twenty-five per cent (25%) of the outstanding Bonds.

(k) That each year while any of the Bonds or interest thereon are outstanding, an audit will be made of its books and accounts relating to the Texas Union by the State Auditor of the State of Texas, such audit to be based on the fiscal year of the University beginning on September 1 of each year and ending on August 31 of each year. On or before February 1, 1962, and on or before February 1 of each year thereafter a copy of each such audit for the preceding fiscal year shall be mailed to the original purchaser or purchasers of the Bonds and to all other bondholders who shall so request. Such annual audit reports shall be open to the inspection of the bondholders and their agents and representatives at all reasonable times.

Section 25. Moneys in the 1958 Union Bond Fund (including the Reserve Account) and moneys in the Maintenance Account may, upon order of the Board, be invested in direct obligations of the United States Government, or obligations unconditionally guaranteed by the United States Government. Such obligations shall be held subject to the same lien as the moneys with which they were purchased. All interest accruing on any such obligations shall be placed immediately into the Fund or Account with which they were purchased. Such obligations shall be sold when necessary or when so ordered by the Board, and the Board shall in all events order such sale of obligations when necessary to prevent any default in connection with the Bonds or interest thereon. All moneys collected on such sales or at maturity shall be deposited in the Fund or Account with which such obligations were purchased. If a loss be incurred on any sale, the Board covenants to deposit immediately into the appropriate Fund or Account moneys available therefor sufficient to offset such loss.

Section 26. There is hereby created, and the Board shall establish with an official depository (which must be a member of the Federal Deposit Insurance Corporation) of the Board a separate account (herein called the "Project Account") into which shall be deposited all of the proceeds from the sale of the Bonds (except accrued interest and the amounts required to be deposited into the Bond Fund by Section 18 hereof). Moneys in the Project Account shall be expended by the Board only for paying the cost of the Project, and only for such purposes as shall have been previously specified in a signed certificate of purposes executed by the Board and filed with and approved by the original purchaser of the Series 1958-B Bonds or a duly authorized representative thereof. Where the moneys

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on deposit in the Project Account exceed the estimated disbursement on account of the Project for the next ninety (90) days (3 months), the Board may invest such excess funds in direct obligations of, or obligations the principal of and interest on which are guaranteed by, the United States Government which shall mature, or which shall be subject to redemption by the holder thereof at the option of such holder, not later than three (3) years after the date of such investment. All amounts remaining in the Project Account after final completion of the Project shall be used promptly to redeem Bonds; provided that any of such amounts less than \$1,000.00 shall be deposited in the 1958 Union Bond Fund.

Section 27. It is hereby certified, recited and agreed by the Board that the Project will not contain any classrooms and that the Project is not being constructed for exclusive use by fraternities or sororities or private social clubs.

Section 28. That after said Bonds shall have been executed, it shall be the duty of the Chairman of the Board or some officer of the Board acting under authority from him to deliver said Bonds to the Attorney General of Texas, for examination and approval by the Attorney General. After said Bonds shall have been approved by the Attorney General, they shall be delivered to the Comptroller of Public Accounts of the State of Texas for registration. Upon registration of said Bonds, the Comptroller of Public Accounts (or a deputy designated in writing to act for the Comptroller) shall manually sign the Comptroller's certificate of registration prescribed herein to be printed on the back of each Bond, and the seal of said Comptroller shall be affixed to each of said Bonds.

ADOPTED AND APPROVED this the 12th day of December, 1958.

Chairman, Board of Regents,
The University of Texas.

ATTEST:

Secretary, Board of Regents,
The University of Texas.

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RESOLUTION FIXING STUDENT UNION BUILDING USE FEES, TEXAS UNION BUILDING, MAIN UNIVERSITY. -- Mr. Johnson introduced a resolution and moved that the resolution be adopted. The Secretary read the resolution in full. Mr. Lockwood seconded the motion.

The motion carrying with it the adoption of the resolution prevailed by the following vote:

AYES: Messrs. Sorrell, Lockwood, Bryan, Thompson, Johnson, Minter, Hardie and Mrs. Devall.

NOES: None.

The resolution as adopted is as follows:

RESOLUTION

FIXING STUDENT UNION BUILDING USE FEES FOR THE TEXAS UNION AT THE UNIVERSITY OF TEXAS, AUSTIN, TEXAS.

WHEREAS, concurrently with the adoption of this resolution, the Board of Regents of The University of Texas (hereinafter called the "Board") has adopted a resolution authorizing the issuance of Board of Regents of The University of Texas Student Union Revenue Bonds, Series 1958-A and Series 1958-B, aggregating \$1,900,000.00 (hereinafter called the "Bonds"); and

WHEREAS, in consideration of the purchase of said Bonds by the purchasers thereof, it is necessary that Student Union Building Use Fees for the use of the Texas Union at the main branch of The University of Texas in Austin, Texas (hereinafter called the "University") must be fixed, levied, charged and collected in accordance with law and the resolution authorizing said Bonds;

THEREFORE, BE IT RESOLVED BY THE BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS:

1. That the Board does hereby fix, levy, charge and order to be collected a Student Union Building Use Fee from each student enrolled at the main branch of The University of Texas in Austin, Texas, commencing with the regular spring semester of the University beginning in February, 1961, in the amount of \$5.00 per student enrolled for each semester of each regular long session and \$2.50 per student enrolled for each summer session; and in the event that more than one term is held in any summer session, then said Use Fee shall be \$2.50 per student enrolled for each term of each such summer session. It is hereby found, determined and declared that said Student Union Building Use Fees are reasonable in all respects, taking into consideration the cost of providing the Project, the use to be made of it and the advantage to be derived therefrom by the users thereof and by the University. Such stated Student Union Building Use Fees shall be and remain in effect until such time as the 1958 Union Bond Fund created in the resolution authorizing the issuance of the Bonds shall contain a total amount of

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funds and/or investments at least equal to the sum of (1) the amount required to pay the principal of and interest on the outstanding Bonds for the remainder of the then current calendar year, plus (2) a debt service reserve of \$193,000.00. Thereafter, the Board shall fix, levy, charge and collect Student Union Building Use Fees from each student enrolled at the University in such amounts as will, together with the revenues derived from the operation and ownership of the Texas Union (exclusive of all food service revenues), be at least sufficient at all times to provide the Current Expenses, as such term is defined in the resolution authorizing the issuance of the Bonds, of the Texas Union, and to meet all debt service and other charges, payments and deposits required in connection with the Bonds. It is specifically provided, however, that in no event shall the Board ever be required to fix, levy, charge and collect any Student Union Building Use Fees at the University in excess of \$5.00 per student enrolled for each semester of each regular long session and \$2.50 per student enrolled for each summer session (or \$2.50 per student enrolled for each term of each summer session if more than one term be held). It is further specifically provided that any Use Fees collected by the Board prior to January, 1961, shall not in any way be subject to the provisions of this Resolution or the Bonds or the lien and pledge thereof.

2. That the Board and the officers of The University of Texas shall do and perform all acts necessary to make this resolution effective according to its terms.

3. That any and all resolutions, orders or other actions of the Board in conflict with this Resolution be and are hereby repealed to the extent of such conflict.

ADOPTED AND APPROVED this the 12th day of December, 1958.

Chairman, Board of Regents,
The University of Texas.

ATTEST:

Secretary, Board of Regents,
The University of Texas.

12-12-58

RESOLUTION FIXING THE RATES FOR SERVICES AND FACILITIES, TEXAS UNION BUILDING, MAIN UNIVERSITY. --Mr. Johnson introduced a resolution and moved that the resolution be adopted. The Secretary read the resolution in full. Mr. Lockwood seconded the motion.

The motion carrying with it the adoption of the resolution prevailed by the following vote:

AYES: Messrs. Sorrell, Lockwood, Bryan, Thompson, Johnson, Minter, Hardie, and Mrs. Devall.

NOES: None.

The resolution as adopted is as follows:

RESOLUTION

FIXING THE RATES FOR SERVICES AND FACILITIES OF THE TEXAS UNION AT THE UNIVERSITY OF TEXAS, AUSTIN, TEXAS, THE NET REVENUES OF WHICH ARE PLEDGED TO THE PAYMENT OF THE PRINCIPAL OF AND INTEREST ON BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS STUDENT UNION REVENUE BONDS, SERIES 1958-A AND SERIES 1958-B, AGGREGATING \$1,900,000.00.

WHEREAS, concurrently with the adoption of this resolution, the Board of Regents of The University of Texas (hereinafter sometimes called the "Board") has authorized the issuance of Board of Regents of The University of Texas Student Union Revenue Bonds, Series 1958-A and Series 1958-B, aggregating \$1,900,000.00 (hereinafter sometimes called the "Bonds"), and has pledged the Net Revenues derived from the operation and ownership of the Texas Union and the services and facilities provided thereby (but excluding all food service facilities and revenues), to the payment of principal of and interest on the Bonds; and

WHEREAS, it is proper that before the actual issuance and delivery of said Bonds, the rates and charges should be fixed in connection with the operation and ownership of the Texas Union;

THEREFORE, BE IT RESOLVED BY THE BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS:

1. That reasonable and adequate rates and charges for services, facilities and supplies (but excluding any and all food service facilities) shall be made in connection with the operation and ownership of the Texas Union to the end that the Texas Union shall produce gross revenues (excluding any and all food service revenues) which will be sufficient, together with the Student Union Building Use Fees also pledged to the payment of the Bonds, to pay all Current Expenses of the Texas Union (excluding any and all food service expenses) and to pay all debt service and other charges, payments and deposits required in connection with the Bonds.

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2. That the administrative officers of The University of Texas be and they are hereby authorized, ordered and directed to do any and all things necessary and/or convenient to carry out and accomplish the purpose of this resolution.

ADOPTED AND APPROVED this the 12th day of December, 1958.

Chairman, Board of Regents,
The University of Texas.

ATTEST:

Secretary, Board of Regents,
The University of Texas.

RESOLUTION AWARDED SALE OF \$1,900,000 BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS STUDENT UNION REVENUE BONDS, SERIES 1958. --As authorized by the Board of Regents, bids on the subject bonds, Series 1958-A in the amount of \$400,000 and Series 1958-B in the amount of \$1,500,000 were advertised to be received on December 9, 1958, until 2:00 p.m., at which time they were publicly opened and tabulated. Copies of the tabulation for Series 1958-A are on Page 101. The only bid received for Series 1958-B was from the Housing and Home Finance Agency from whom there had been previously received a commitment at an interest rate of 2-7/8%.

The resolution set out below as introduced by Mr. Johnson awards the Board of Regents of The University of Texas Student Union Revenue Bonds Series 1958-A in the amount of \$400,000 to Rotan Mosle and Company, Houston, and Dittmar and Company, Inc., San Antonio, at the price of par and accrued interest to date of delivery (which will be as soon as practicable after January 15, 1959) plus a premium of \$160.10, at coupon rates shown on Page 101. The resolution further provides for the sale of Series 1958-B in the amount of \$1,500,000 to the Housing and Home Finance Agency at the price of par and accrued interest to date of delivery, with such bonds to bear interest at the rate of 2-7/8% per annum.

Mr. Johnson introduced a resolution and moved that the resolution be adopted. The Secretary read the resolution in full. Mr. Lockwood seconded the motion.

The motion carrying with it the adoption of the resolution prevailed by the following vote:

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AYES: Messrs. Sorrell, Lockwood, Bryan, Thompson, Johnson, Minter, Hardie, and Mrs. Devall.

NOES: None.

The resolution as adopted is as follows:

RESOLUTION AWARDING SALE OF BONDS

WHEREAS, the Board of Regents of The University of Texas has received bids for the purchase of the following bonds:

Board of Regents of The University of Texas Student Union Revenue Bonds, Series 1958-A, \$400,000.00;

Board of Regents of The University of Texas Student Union Revenue Bonds, Series 1958-B, \$1,500,000.00; and

WHEREAS, it is appropriate that a resolution be adopted awarding the sale of such bonds to the best bidders;

THEREFORE, BE IT RESOLVED BY THE BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS:

1. That the issue of Board of Regents of The University of Texas Student Union Revenue Bonds, Series 1958-A, dated October 1, 1958, in the amount of \$400,000.00, be sold and awarded to a syndicate headed by Rotan, Mosle & Co. and Dittmar & Co., Inc., being the best bidder therefor, at the price of par and accrued interest to date of delivery, plus a premium of \$ 160.10, with such bonds to bear interest at the rates set forth in the bid submitted by said syndicate on December 9, 1958, being the interest rates set forth in the resolution authorizing the issuance of said Series 1958-A Bonds.
2. That the issue of Board of Regents of The University of Texas Student Union Revenue Bonds, Series 1958-B, dated October 1, 1958, in the amount of \$1,500,000.00, be sold and awarded to the United States of America, being the only and best bidder therefor, at the price of par and accrued interest to date of delivery, with such bonds to bear interest at the rate of 2-7/8% per annum.
3. That both of such issues of bonds shall be delivered to said purchasers, upon payment of the purchase price, all in accordance with the official Notice of Sale and Prospectus, dated November 21, 1958, pursuant to which said bonds have been sold.

ADOPTED AND APPROVED this the 12th day of December, 1958.

Chairman, Board of Regents,
The University of Texas.

ATTEST:

Secretary, Board of Regents,
The University of Texas.

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AWARD OF BIDS FOR PRINTING THE BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS STUDENT UNION REVENUE BONDS, SERIES 1958, IN THE AMOUNT OF \$1,900,000. --On Page 102 is a tabulation of the bids received and opened December 9, 1958, at 2:00 p.m., in accordance with specifications previously furnished the bidders. The bonds are to be book type bonds, printed on twenty-four pound, one hundred per cent rag bond paper and to have steel engraved borders.

It was moved by Vice-Chairman Lockwood, seconded by Mr. Hardie, and unanimously adopted that the Board of Regents accept the proposal of the Northern Bank Note Company, Chicago, Illinois, to print the Board of Regents of The University of Texas Student Union Revenue Bonds, Series 1958, in the amount of \$1,900,000. The proposal of Northern Bank Note Company to print these bonds is for the sum of \$716.50, there being four coupon rates. Payment will be made from proceeds of the bonds.

* * * * *

Due to the overlapping of membership in the Academic and Developmental Affairs Committee and the Medical Affairs Committee, the Committee of the Whole considered the items on the agenda of each of these committees as they were presented by the respective committee chairmen.

ACADEMIC AND DEVELOPMENTAL MATTERS

Vice-President Ransom came into the meeting when the items on the agenda of the Academic and Developmental Affairs Committee were considered.

REPORT OF COMMITTEE OF 75: (1) POLICY RE DISTRIBUTION AND (2) LETTER TO MEMBERS OF COMMITTEE OF 75. -- It was moved by Vice-Chairman Lockwood, duly seconded, and unanimously adopted by the Board that the following policy be applied in the distribution of the Report of the Committee of 75 as received by the Board of Regents on December 6, 1958 (Page 91):

1. President Wilson's statement of acceptance of the Report of the COMMITTEE of 75 shall be attached to all copies of the Report that are distributed;
2. Copies of the Report shall be distributed to all members of the Legislature and to the heads of all state-supported colleges; and
3. All requests for this Report, because of the limited number of copies, shall be referred to President Wilson.

The Board, upon motion of Doctor Minter, duly seconded, unanimously authorized the Chairman to send a letter to the members of the Committee of 75 expressing the Board's appreciation for the Committee's fine service and informing the Committee that the Board plans to make a full study of the Report of the Committee of 75, to choose from the Report goals for the University, and to make plans for attaining the goals.

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A SUMMARY REPORT BY VICE-PRESIDENT RANSOM, MAIN UNIVERSITY. -- Vice-President Ransom had furnished to each Regent in the Material Supporting the Agenda informative reports on various matters at the Main University. Among these reports was one concerning the Excellence Program as it relates to the College of Engineering. He commented on this briefly saying that the College of Engineering is now very prominently included in the Excellence Program.

He also discussed prospects for key personnel positions, "negative hours" for late registration, the Undergraduate Center, interdepartmental professorships, and Summer School salaries.

Texas Memorial Museum. -- Pursuant to the request of the Board at its October 25, 1958, meeting that the Administration study the feasibility and legality of a combination center for the Texas Memorial Museum, the Huntington Museum and the Art Building in order to improve the existing conditions of the Texas Memorial Museum, Vice-President Ransom had included in his reports to the Regents in the Material Supporting the Agenda suggestions regarding the prospects for the joint development of The University of Texas Archives and the Memorial Museum.

Vice-President Ransom pointed out three developments which have focused upon this important activity at the Main University: (1) the State has begun construction of a State Library-Archives building; (2) the Commission has recommended that all state-supported museums be put under a central agency; and (3) it has been clearly shown that joint operation of teaching museums on the Forty Acres would improve both collections and research.

The report further suggested (1) that the University ask the Legislature to transfer the Memorial Museum to the University (Through Friends of the Museum, outside support of the collections of state-wide interest already located there is guaranteed); (2) that for purposes of administration, the present University Archives and the Texas Collection then be joined with the Museum; and (3) that as the central campus plan is developed, teaching museums often closely related to public exhibition be joined with the Museum-Archives center.

The Board and the Administration being cognizant of the fact that the Legislature would have to transfer the ownership of the Texas Memorial Museum to The University of Texas before any of the University's funds could be spent to improve the Museum, Vice-Chairman Lockwood moved that the Legislature be asked to make this transfer to the Main University. This motion was seconded by Mr. Thompson and unanimously adopted by the Board. See: Proposed Legislation Approved by the Board (Page 31).

Undergraduate Library and Academic Center; Appropriation \$139,000.00, Main University General Funds. -- Vice-President Ransom briefly commented on the informative reports furnished the Regents regarding the Undergraduate Library and Academic Center at the Main University. He indicated four major donations had been attracted by the plan. Each major collection purchased had been accompanied by a gift. For every dollar spent in acquiring libraries this year, the University has received a book value of between five and six dollars in related gifts. He estimated

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that in 1958 the University has acquired by gift library additions valued at more than \$5,000,000.00 without any systematic campaign. Vice-President Ransom indicated that at the end of the 1958-59 Fall Semester, he would furnish a complete report on this project, including collections purchased. This report will either be recorded in the Minutes or will be in the Secretary's Files, Volume VI.

When the Board authorized the purchase of the Bibliotheca Parsoniana (Parsons' Library) on April 26, 1958, there was a provision that "a contingent charge be made against projected library funds of the Main University for 1958-59 and any unappropriated balance of the Available University Fund for that year to cover the installment of \$139,000.00 due January 2, 1959, to the extent that outside gifts are not sufficient."

Vice-President Ransom stated these funds had been acquired through gifts but that the donors had requested such money be applied to furnishings and decorations in the Academic Center. He proposed that the Board appropriate \$139,000.00 pro tem from the Main University General Funds Unappropriated Balance with the understanding that further donations be sought for payment on the purchase of Parsons' Library and that these donations be returned to the General Funds Unappropriated Balance.

It was moved by Mr. Johnson, seconded by Vice-Chairman Lockwood, and unanimously adopted by the Board that \$139,000.00 be appropriated from the Main University General Funds Unappropriated Balance to make the installment payment on Bibliotheca Parsoniana (Parsons' Library) due January 2, 1959.

FM RADIO STATION, MAIN UNIVERSITY. --In order to complete the record on the FM radio project, Vice-President Haskew in the Supplementary Agenda Material reported that the campus FM radio station, with the call letters KUT-FM, went on the air on November 10, and is broadcasting regularly on a 4-hour daily schedule, Monday through Friday. Reactions have been quite favorable.

STUDENT LOAN PROGRAM UNDER THE NATIONAL EDUCATION ACT, 1958; AUTHORIZATION TO ENTER INTO NECESSARY AGREEMENTS. --At the September 1958 meeting of the Board, each Regent had been furnished with a copy of the National Defense Education Act of 1958. Vice-President Haskew reported to the Board that regulations have not yet been received in final detail from the United States Department of Health, Education, and Welfare governing the program under this Act. These regulations are expected by January 1, and immediately thereafter it will be necessary that an application be filed if the loans are to be secured. Anticipating activation of the program, suitable machinery has been established at the Main University for handling it and an anonymous gift has already been promised by a private donor.

It was then moved by Doctor Minter, seconded by Mr. Johnson, and unanimously adopted that the Board grant the request of the Administration for authority to enter into the necessary agreements with federal authorities implementing the program with the stipulation that any questionable matter will be referred to the Executive Committee of the Board of Regents before final action is taken.

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MAIN UNIVERSITY

DIRECTOR OF SCHOOL OF JOURNALISM, MAIN UNIVERSITY. --

It was moved by Mr. Thompson, seconded by Mr. Johnson, and unanimously adopted that the President be requested to present to the Board his nomination for the Director of the School of Journalism at the first meeting after March 15, 1959. In selecting nominees the President is asked to consider present members of the University faculty as well as individuals not now on the University staff, and is also requested to secure the advice and suggestions of groups within the Journalism profession and within the faculty of the University according to the usual procedures for filling major administrative positions in the University.

MEDICAL MATTERS

REPORT RE PROPOSED AGREEMENT WITH HERMANN HOSPITAL, MEDICAL BRANCH. --At the Regents' meeting on October 25, 1958, Vice-President Casberg and Executive Director Truslow were authorized to arrange conferences with Doctor Crozier, Director of Hermann Hospital, Texas Medical Center, Houston, and other members of his staff to explore the possibility of some type of agreement between The University of Texas and the Hermann Hospital for The University of Texas Medical Branch to use some of the facilities of the Hermann Hospital with reference to its undergraduate program.

Vice-President Casberg and Doctor Truslow brought the Board up to date on the conferences that had been held. It was then moved by Doctor Minter, duly seconded, and unanimously adopted that Vice-President Casberg and Doctor Truslow continue their discussions from time to time with Doctor Crozier and others of the Hermann Hospital in an effort to work out satisfactory arrangements.

NEW PROGRAM IN MEDICAL TECHNOLOGY, MAIN UNIVERSITY. -- Upon motion of Mr. Hardie, seconded by Mr. Johnson, the Board unanimously referred the proposed new program in medical technology at the Main University to the medical administrative heads for further discussion and recommendation.

SOUTHWESTERN MEDICAL CENTER COUNCIL: AGREEMENT FOR ESTABLISHMENT. --Vice-President Casberg reported that he attended a meeting of the Southwestern Medical Center Council in Dallas in November. At this meeting, there was presented for signature for those participating in the Southwestern Medical Center an agreement for its establishment. After a detailed discussion, the Board of Regents expressed agreement with the general principles and goals outlined in the proposal. There were certain areas in which it was felt that organizational and administrative improvements might be made.

It was moved by Doctor Minter, seconded by Mrs. Devall, and unanimously adopted that the Board of Regents of The University of Texas (1) thank the Dallas group for its interest in the Southwestern Medical School and for the University's privilege to participate in the Southwestern Medical Center and (2) that the Board ask Regent Thompson to arrange for a conference with a representative or representatives from the Southwestern Medical Center Council, Vice-President Casberg,

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and Dean Gill prior to the meeting of the Southwestern Medical Center Council on December 17, 1958, to discuss some changes which it is thought might make certain portions more acceptable to the University. It was understood by the Regents that the agreement and the by-laws to be signed by the participants in the Southwestern Medical Center Council will have to be resubmitted to the Board of Regents for approval.

BOARD OF GOVERNORS, SOUTHWESTERN MEDICAL CENTER COUNCIL: VICE-PRESIDENT CASBERG APPOINTMENT RATIFIED. -- On October 25, 1958, the Board of Regents named Regent Thompson and Dean Gill as representatives of The University of Texas to serve on the Board of Governors of the Southwestern Medical Center Council. Since the executive heads of the member institutions in the Southwestern Medical Center will form a Joint Administrative Committee, it was necessary that someone be named in the place of Dean Gill who will serve on the Joint Administrative Committee. As an interim action, the members of the Medical Affairs Committee named Vice-President Casberg to serve with Mr. Thompson subject to ratification by the Board.

Upon motion duly made and seconded, the Board unanimously ratified the action of the Medical Affairs Committee in this selection.

RECESS. --The Committee of the Whole recessed for lunch at 12:30 p. m. and reconvened at 1:30 p. m.

CENTRAL ADMINISTRATION

THE COMMITTEE OF GOVERNING BOARDS, REGENTS' SHARE OF EXPENSES. --It was reported for information of the Board that the Ex-Students' Association, in response to the Administration's request as authorized by the Board of Regents at its meeting on October 25, 1958, had paid directly to The Committee of Governing Boards of State Colleges and Universities \$1,500 as a contribution of The University of Texas to the activities and operations of the Committee.

LEGISLATION APPROVED BY BOARD FOR SUBMISSION. --Upon recommendation of the Administration and upon motion of Mr. Hardie, seconded by Vice-Chairman Lockwood, the Board gave unanimous approval to the submission to the 56th Legislature of the following matters either by resolution or bill as appropriate:

1. Land acquisitions:
 - (a) Exchange of property with the Southwestern Medical Foundation (previously approved by the Board).
 - (b) Acquisition for the Main University of the two blocks north of 26th Street and west of San Jacinto Boulevard and including an authorization for condemnation proceedings.
 - (c) Acquisition of one acre for boat basin adjacent to Marine Science Institute property.
 - (d) President's home, Texas Western College.

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2. Construction:
 - (a) Proposed new construction at the Medical Branch.
 - (b) Authorization for the construction of the art museum from Huntington funds on the main campus.
 - (c) Authorization for construction and provision for fee for a union building on the campus of the Southwestern Medical School.
 - (d) Construction of animal pens, Southwestern Medical School.
 - (e) Paving access roads, Southwestern Medical School.
3. Transfer of Texas Memorial Museum (Page 28).
4. Fees:
 - (a) Authorization for fees and fines in connection with parking and traffic control at Main University.
 - (b) An intramural fee and an increased health fee provided the decision of the Legislature is against State support of these services.
5. Correction of the names of the component units to correspond with Section 18, Article VII of the Constitution:
 - (a) M. D. Anderson Hospital and Tumor Institute
 - (b) Dental Branch
 - (c) Texas Western College
 - (d) Postgraduate School of Medicine
6. Provision for joint employment at more than one unit of The University of Texas.

TEXAS WESTERN COLLEGE

COTTON ESTATE FUNDS: CANCELLATION OF CONTRACT FOR PURCHASE OF CORONADO CLUB ESTATES, TEXAS WESTERN COLLEGE. -- Upon motion of Mr. Thompson, seconded by Mr. Johnson, the Board unanimously authorized Doctor Smiley and the Endowment Office to take the necessary steps to cancel the contract between the Coronado Golf and Country Club Development Company, Inc., and the Board of Regents of The University of Texas, dated November 18, 1957, and the Supplemental Contract of Sale, dated December 27, 1957, for the purchase of Lot 20, Block 1, Coronado Country Club Estates, El Paso, Texas, as an investment of Cotton Estate funds.

MAIN UNIVERSITY

JOINT PROGRAM OF THE UNIVERSITY OF CHICAGO AND THE UNIVERSITY OF TEXAS: DEPARTMENT OF ASTRONOMY AND DEGREE OF DOCTOR OF PHILOSOPHY PROGRAM IN ASTRONOMY. --

At the request of President Wilson, Doctor W. Gordon Whaley, Dean of the Graduate School, presented a plan for a joint agreement between The University of Chicago and The University of Texas for the establishment of a Department of Astronomy and the creation of a degree of Doctor of Philosophy in Astronomy. (A copy of the recommendations is in the Secretary's Files, Volume VI, Page 81). These recommendations had been processed through the proper channels and had the approval of President Wilson.

Upon motion of Mr. Thompson, seconded by Mr. Hardie, the Board gave unanimous approval, contingent upon acceptance by The University of Chicago and approval by the Texas Commission on Higher Education, to the recommendations as presented.

When this program has been accepted by The University of Chicago, it will be reported in detail for the record. (Page _____).

REGULAR SESSION. --At 3:30 p. m., the Committee of the Whole resolved itself into regular session. Comptroller Sparenberg, Endowment Officer Stewart, Attorney Waldrep, Doctors Clark, Gill, Olson, Ransom, Smiley, Taylor and Truslow, and other University personnel and representatives of the press came into the meeting.

CENTRAL ADMINISTRATION

APPROVAL OF MINUTES, OCTOBER 25, 1958. --Upon motion of Mr. Thompson, seconded by Vice-Chairman Lockwood, the Minutes of the meeting of the Board of Regents held in Houston on October 25, 1958, were unanimously approved in the form as circulated by the Secretary.

MEMBERSHIP, STANDING COMMITTEES (REVISED). --Chairman Sorrell reported that on November 4, 1958, the effective date of his appointment as Chairman of the Board of Regents, he had asked Mr. Bryan to accept the chairmanship of the Land and Investment Committee, the office formerly held by Chairman Sorrell. Chairman Sorrell pointed out that Mr. Bryan has a peculiar knowledge of the Houston and Texas City properties, which, other than the West Texas Lands, are the main part of the Land and Investment Program.

Chairman Sorrell also had asked Mr. Jeffers to serve as a replacement for Mr. Bryan as a member of the Land and Investment Committee and as a replacement for himself on the executive Committee and on the Medical Affairs Committee. (Continued on Page 33a).

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It was moved by Mrs. Devall, seconded by Doctor Minter, and unanimously approved that these committee replacements be ratified.

At the request of Chairman Sorrell, the Secretary distributed the following list of the revised membership of the Standing Committees:

Executive Committee

Johnson, Chairman
Jeffers
Lockwood
Minter

Academic and Developmental Affairs Committee

Mrs. Devall, Chairman
Lockwood
Minter
Hardie

Buildings and Grounds Committee

Lockwood, Chairman
Mrs. Devall
Johnson
Hardie

Land and Investment Committee

Bryan, Chairman
Jeffers
Johnson
Thompson

Medical Affairs Committee

Minter, Chairman
Bryan
Jeffers
Thompson

Board for Lease of University Lands

State Land Commissioner Bill Allcorn, Chairman
Johnson
Thompson

The Chairman of the Board is an ex-officio member of each committee.

COMMITTEE REPORTS

REPORT OF EXECUTIVE COMMITTEE - INTERIM ACTIONS. -- In the Material Supporting the Agenda there was included for ratification by the Board the following report of the Interim Actions of the Executive Committee:

The Executive Committee during the period October 10 through December 1, 1958, approved the following items by individual vote by mail ballot:

Budgetary Items, Medical Branch. -- Three budgetary items for The University of Texas Medical Branch upon recommendation of Doctor Truslow, concurred in by President Wilson. These items are No. 3, Page G-2, and Nos. 26 and 27, Page G-4, in the Medical Branch portion of the docket dated December 3, 1958.

Budgetary Item, Dental Branch. -- One budgetary item for The University of Texas Dental Branch upon recommendation of Doctor Olson, concurred in by President Wilson. This item will be reported in the Dental Branch portion of the subsequent docket. Page 638.

This action was ratified by the adoption of the docket. (Page 82).

REPORT OF BUILDINGS AND GROUNDS COMMITTEE (See Page 42 for adoption.) -- At the request of Chairman Sorrell, Committee Chairman Lockwood presented the following report of the Buildings and Grounds Committee. Included in the report was the appointment of an associate architect for the Undergraduate Library and Academic Center, Main University. This item had been referred to the Committee of the Whole by the Buildings and Grounds Committee:

MAIN UNIVERSITY - RATIFICATION OF AWARD OF CONTRACT FOR THREE EXPANSION CHAMBERS TO REPLACE EXPANSION DEVICES IN UNDERGROUND STEAM SYSTEM. -- At the Regents' Meeting held September 20, 1958, authorization was given to Comptroller Sparenberg to advertise for bids and award a contract for Three Expansion Chambers to Replace Expansion Devices in Underground Steam System at the Main University within the amount of money remaining in the appropriation for this work, namely, \$49,483.65. In accordance with this authorization, bids were received, opened and tabulated on October 28, 1958, as shown on Page 100. After consideration of the bids by members of the Main University Physical Plant staff and the Comptroller's Office, Comptroller Sparenberg awarded a contract to the low bidder, Ray L. Wimberly, Austin, Texas, in the amount of \$30,900.00. It is recommended that this contract award be ratified by the Board.

MAIN UNIVERSITY - RATIFICATION OF APPROVAL OF PLANS AND SPECIFICATIONS FOR POWER PLANT PIPING PROJECT. -- At the Regents' Meeting held October 25, 1958, approval was given for the preparation by the Main University Physical Plant staff of plans and specifications for a Power Plant Piping Project at the Main University,

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which is a part of the overall Expansion of the Power Plant. At this same meeting, authorization was also given to the Main University Business Manager and the Comptroller to approve these plans and specifications after they had been prepared. The plans and specifications for this project are now complete; they have been approved by Business Manager Landrum and Comptroller Sparenberg, the advertisement is being placed, and bids are to be received on January 6, 1959, Comptroller Sparenberg having authority to award a contract or contracts on this project.

It is recommended that the Board ratify the actions taken in approving the plans and specifications and advertising for bids.

MAIN UNIVERSITY - ALLOCATION OF APPROPRIATION FOR REHABILITATION OF LITTLE CAMPUS BUILDINGS. --At the Regents' Meeting held January 11, 1958, an appropriation of \$50,000.00 was made from the Major Repairs and Rehabilitation Projects appropriation for the Main University for "Little Campus Buildings - Rehabilitation of Buildings A, B, 05, 06, and 08," which is now set up as Account No. 91518 bearing this title. Up to this time no work has been performed out of this appropriation, partly due to the fact that a decision was being awaited regarding the construction of a new Extension Building. At this time, however, some rather serious problems have arisen in regard to roofs on certain of the buildings, and it is not felt wise to defer action any longer on the repair of these roofs. A survey has been made by Mr. Eckhardt, Director of the Main University Physical Plant, and his staff, and the costs of these roof repairs have been estimated as follows:

Building A (01) - paint with fibered asphalt roof coating after patching	\$ 3,000.00
Building B (02) - paint with fibered asphalt roof coating after patching	2,500.00
Buildings C, D, and E (03) - patching and reroofing	10,000.00
Building G (04) - patching	500.00
Building H (05) - north section of Economic Geology Building - new roof	3,500.00
Building K (06) - new roof	<u>5,500.00</u>
Total	<u>\$25,000.00</u>

Some of the repair work should be performed by the Main University Physical Plant staff, and some parts of the work should be handled through contracts. Since no single job exceeds \$10,000.00, it is recommended that these roof repairs be administered through the Main University Business Manager rather than through the Comptroller. It is further recommended that \$25,000.00 be transferred from Account No. 91518 in the Central Administration series of accounts to the individual accounts as itemized above under a general heading of "Roof Repairs for Little Campus Buildings" to be set up in the Main University series of accounts in the section for "Other Projects - Available University Fund." This recommendation by Mr. Eckhardt and Mr. Landrum has been approved by Dr. Ransom and Comptroller Sparenberg.

TEXAS WESTERN COLLEGE - ADDITIONAL APPROPRIATION FOR MOVABLE FURNITURE AND EQUIPMENT FOR STUDENT UNION BUILDING. --At the Regents' Meeting held July 23, 1958, an item appearing in the docket of Central Administration appropriated \$65,000.00 for Movable Furniture and Equipment for the Student Union Building at Texas Western College. As preparation of the specifications has progressed and it has been possible to make an estimate based on more detailed, itemized lists of furniture and equipment needed, it has been determined that more than the original appropriation will be necessary, in order to purchase all the items needed and to do some reupholstering and refinishing of furniture and equipment already in use in the existing building. It is, therefore, recommended that an additional appropriation of \$10,000.00 be made from the Student Union fees which have already been collected to cover the cost of the Movable Furniture and Equipment for the Student Union Building at Texas Western College. This recommendation by Mr. A. A. Smith and Mr. Walter C. Moore has been approved by Dr. Smiley, Comptroller Sparenberg, Vice President Dolley, and President Wilson.

TEXAS WESTERN COLLEGE - APPOINTMENT OF COMMITTEE TO AWARD CONTRACTS FOR MOVABLE FURNITURE AND EQUIPMENT FOR STUDENT UNION BUILDING. --At the Regents' Meeting held May 30, 1958, authorization was given to a Committee, consisting of the President of Texas Western College and Comptroller Sparenberg, to approve specifications for Movable Furniture and Equipment for the Student Union Building at Texas Western College, after which the Comptroller was to advertise for bids. These specifications have now been prepared and approved by the Committee, and the advertisement is being placed with bids to be received in January, 1959. In order that award of contracts may be made without waiting for a Board meeting, and since the time will probably be short between taking of the bids and the completion of the addition and alterations to the building, it is recommended that the action of the Committee approving the specifications be ratified by the Board, and that the same Committee be authorized to award contracts for the Movable Furniture and Equipment for the Student Union Building at Texas Western College, after receipt of bids, within the amount of money remaining in the appropriation for this purpose at that time.

In preparing the specifications it was decided that some items could be purchased more advantageously through the use of purchase orders rather than by including these items in the specifications. It is, therefore, further recommended that Comptroller Sparenberg be authorized to issue requisitions for any items of furniture and equipment which it is deemed more expedient to buy in this way, it being understood in each case that bids will be called for before the issuance of a purchase order. It is further understood that the total cost of the furniture and equipment being purchased either through requisition or by contract for the Student Union Building at Texas Western College will not exceed the appropriation made for this purpose.

MAIN UNIVERSITY - AWARD OF CONTRACTS FOR ADDITION TO AND REMODELING OF TEXAS UNION BUILDING. -- In accordance with authorization given by the Board of Regents at the meeting held

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October 25, 1958, bids for the Addition to and Remodeling of the Texas Union Building at the Main University were called for and were opened and tabulated on December 4, 1958, as shown on Page 92. These bids have been considered by Golemon and Rolfe, Associate Architect on the project, Page, Southerland, and Page, Consulting Architect, W. H. Bond, Jr., of Housing and Home Finance Agency, Comptroller Sparenberg, and Vice President Dolley. It is recommended that contract awards be made to the bidders as listed below, all being low bidders except that in the case of the Elevator Contract, recommendation is being made that the award be made to the lowest acceptable bidder.

General Contract

J. M. Odom Construction Company and

J. M. Odom, Austin, Texas

Base Bid	\$ 821,313.00	
Add Alternate No. 1	5,900.00	
Add Alternate No. 2	7,200.00	
Add Alternate No. 3	40,500.00	
Add Alternate No. 4	16,400.00	
Add Alternate No. 5	10,200.00	
Add Alternate No. 6	14,100.00	
Add Alternate No. 7	8,300.00	
Add Alternate No. 15	1,000.00	
Add Alternate No. 16	1,700.00	
Add Alternate No. 17	11,000.00	
Add Alternate No. 18	200.00	\$937,813.00

Elevators and Dumbwaiters

Hunter-Hayes Elevator Company,

Dallas, Texas

Base Bid	49,750.00
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Kitchen Equipment Contract

General Hotel Supply Company,

San Antonio, Texas

Base Bid	135,515.00	
Add Alternate No. 6	9,691.00	145,206.00

Electrical Contract

Seco Smith Electric Company,

Austin, Texas

Base Bid	149,427.00	
Deduct Alternate No. 4	600.00	
Deduct Alternate No. 6	1,500.00	
Deduct Alternate No. 18	400.00	146,927.00

Combined Plumbing, Heating, Ventilating and Air Conditioning Contract

J. M. Boyer, Mechanical Contractor,

Austin, Texas

Base Bid	287,439.00	
Add Alternate No. 4	400.00	
Add Alternate No. 6	2,840.00	
Add Alternate No. 18	2,629.00	293,308.00

Total Recommended Contract Awards

\$1,573,004.00

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(In accordance with the specifications, Hunter-Hayes Elevator Company shall become a subcontractor under J. M. Odom Construction Company and J. M. Odom, the General Contractor, and the Hunter-Hayes Elevator Company bid shall be added to the bid of the General Contractor and shall become a part of the General Contract so far as The University of Texas is concerned.)

The sources of funds for these recommended contract awards are as follows:

Funds to be Received under Loan Agreement
with Housing and Home Finance Agency

Series "A" Bonds (Open Market Bonds)	\$ 400,000.00
Series "B" Bonds	1,500,000.00

Appropriations Already Made from Other
Sources:

Division of Housing and Food Service - Major Repairs, Remodeling and Replacement and Operating Reserve Fund	290,000.00
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Texas Union General Account (Part of Student Union Fees to be collected during construction)	<u>166,437.00</u>
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Total Funds Available	<u>\$ 2,356,437.00</u>
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Expenses which will have to be paid out of the difference between the total of the funds available and the recommended contract awards include Architectural and Engineering Services, Government Field Expense, Legal and Administrative Expense, Interest during Construction, Movable Furniture and Equipment, and other items which were omitted from the original plans because of the possibility of receiving much higher bids than were actually received. Also, the original figure of \$100,000.00 which was included in the budget in the final application to H.H.F.A. for Movable Furniture and Equipment was known to be low, and an additional appropriation will very likely be recommended for this purpose at a later time after more study has been made of the situation.

It is further recommended that the following recommendations made by the Union Building Committee and approved by Comptroller Sparenberg and Vice President Dolley be approved by the Board:

1. That the amount of \$131,200.00 be appropriated from the Allotment Account for this project to an account to be entitled "Purchase and Installation of Automatic Pinsetters in Bowling Alleys." This equipment had been omitted earlier as an economy measure in favor of manually operated pinsetters. It is now felt that the additional expenditure for automatic equipment is fully warranted by the efficiency and lower cost of maintenance and operation, making possible a more profitable operation. A change order will be issued later deducting the manual pinsetters from the General Contract.

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2. That the Comptroller be authorized to issue change orders to the construction contracts for this project, over and above the Contingency Allowances, not to exceed \$10,000.00 per contract or \$25,000.00 total.

RESOLUTIONS FOR HOUSING AND HOME FINANCE AGENCY PROJECT NO. TEX. 41-CH-62 (S) (ADDITION TO AND REMODELING OF TEXAS UNION BUILDING, MAIN UNIVERSITY). -- The Housing and Home Finance Agency requires that the Board of Regents adopt certain resolutions relating to the Addition to and Remodeling of the Texas Union Building at the Main University to be constructed under loan agreement between The University of Texas and the Agency. It is, therefore, recommended that the following resolutions be adopted by the Board:

1. RESOLUTION LISTING BIDS RECEIVED, DETERMINING THE LOWEST AND BEST BID AND AWARDING CONTRACTS

WHEREAS, the Board of Regents of The University of Texas has advertised for bids for the construction of an Addition to and Remodeling of the Texas Union Building at the Main University of The University of Texas, Austin, Texas, and;

WHEREAS, bids have been received as shown on the attached tabulation sheet; and

WHEREAS, the Board of Regents of The University of Texas is of the opinion that the bids as listed below are the lowest and best bids;

General Contract

J. M. Odom Construction Company and
J. M. Odom, Austin, Texas

Base Bid	\$ 821,313.00	
Add Alternate No. 1	5,900.00	
Add Alternate No. 2	7,200.00	
Add Alternate No. 3	40,500.00	
Add Alternate No. 4	16,400.00	
Add Alternate No. 5	10,200.00	
Add Alternate No. 6	14,100.00	
Add Alternate No. 7	8,300.00	
Add Alternate No. 15	1,000.00	
Add Alternate No. 16	1,700.00	
Add Alternate No. 17	11,000.00	
Add Alternate No. 18	200.00	\$937,813.00

Elevators and Dumbwaiters

Hunter-Hayes Elevator Company,
Dallas, Texas

Base Bid	49,750.00
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Kitchen Equipment Contract

General Hotel Supply Company,
San Antonio, Texas

Base Bid	135,515.00	
Add Alternate No. 6	9,691.00	145,206.00

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Electrical Contract

Seco Smith Electric Company,
Austin, Texas

Base Bid	\$ 149,427.00	
Deduct Alternate No. 4	600.00	
Deduct Alternate No. 6	1,500.00	
Deduct Alternate No. 18	400.00	\$146,927.00

Combined Plumbing, Heating, Ventilating
and Air Conditioning ContractJ. M. Boyer, Mechanical Contractor
Austin, Texas

Base Bid	287,439.00	
Add Alternate No. 4	400.00	
Add Alternate No. 6	2,840.00	
Add Alternate No. 18	2,629.00	293,308.00

Total Recommended Contract Awards		<u>\$1,573,004.00</u>
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(In accordance with the specifications, Hunter-Hayes Elevator Company shall become a subcontractor under J. M. Odom Construction Company and J. M. Odom, the General Contractor, and the Hunter-Hayes Elevator Company bid shall be added to the bid of the General Contractor and shall become a part of the General Contract so far as The University of Texas is concerned.)

It is the opinion of the Board of Regents of The University of Texas, based on recommendations of their administrative and architectural advisors, that the Hunter-Hayes Elevator Company is the only acceptable bidder on the Elevator and Dumbwaiter Contract, even though they are not the low bidder, for the following reasons:

1. The bid of the B. F. Johnson Elevator Company of Waco is not acceptable because, in the opinion of the Board, this company cannot comply with Section 28 of the Specifications, Paragraph 14(c), as amended by Addendum No. 1.
2. The bid of the Otis Elevator Company of Dallas is not acceptable because, in the opinion of the Board, this company refused to comply with that part of the Special Conditions of the Specifications, Paragraph 48(c), which relates to the retainage of liquidated damages on the installation of the Dumbwaiter.

NOW, THEREFORE, BE IT RESOLVED by the Board of Regents of The University of Texas:

SECTION 1. That the Contractors as listed above have submitted the lowest and best bids for the construction of the said project.

SECTION 2. That the Bids as listed above are hereby accepted.

SECTION 3. That the Board of Regents of The University of Texas will from its own funds provide such funds, in addition to the loan of \$1,500,000.00 from Housing and Home Finance Agency and the

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\$400,000.00 to be obtained from bonds to be sold to private investors, as are necessary to provide a sum of money which will pay the entire cost of the project.

SECTION 4. That the officials of The University of Texas upon whom such duty properly devolves shall, and they are hereby directed, to prepare and execute on behalf of said The University of Texas all necessary contracts and documents relating thereto.

2. RESOLUTION AUTHORIZING COMPTROLLER C. H. SPARENBERG AND MR. W. C. MOORE, AS ALTERNATE, TO EXECUTE CERTAIN DOCUMENTS.

WHEREAS, as of April 1, 1958, the Board of Regents of The University of Texas, acting for and on behalf of The University of Texas (therein and herein called the "Borrower"), and the United States of America (therein and herein called the "Government") entered into a Loan Agreement (Project No. Tex. 41-CH-62(5)) by the terms of which, the Government agreed to purchase from the Borrower, Board of Regents of The University of Texas Student Union Revenue Bonds, Series 1958-B, in the principal amount of \$1,500,000.00, for the purpose of construction of an Addition to and Remodeling of the Texas Union Building at the Main University, Austin, Texas; and

WHEREAS, the Board of Regents of The University of Texas has awarded construction contracts for the aforementioned project; and

WHEREAS, it is necessary that certificates of purposes be executed, that estimates of payments due contractors and architects be approved from time to time, and that it will be advantageous to designate one person and an alternate to attend to such matters for and on behalf of the Board of Regents of The University of Texas:

NOW, THEREFORE, BE IT RESOLVED by the Board of Regents of The University of Texas, acting for and on behalf of The University of Texas:

1. That C. H. Sparenberg, Comptroller of The University of Texas, be and he is hereby authorized to execute and approve for and on behalf of the Board of Regents of The University of Texas and The University of Texas such certificates of purposes, estimates of payments due contractors and architects and other persons, and such other documents as are required in order to carry out the construction of the project in an orderly and efficient manner.

2. That in the case of the absence, disability, or resignation of the said C. H. Sparenberg, W. C. Moore, Architect and Assistant to the Comptroller, shall perform the duties hereinabove imposed upon the said C. H. Sparenberg.

MAIN UNIVERSITY - APPROVAL OF SPECIFICATIONS FOR NEW CENTRAL WATER CHILLING STATION (COVERING MAJOR ITEMS OF MECHANICAL EQUIPMENT, INCLUDING COOLING TOWER). --At the Regents' Meeting held October 11, 1957, the firm of Zumwalt and Vinther was authorized to proceed with the "Design Phase" for a New Central Water Chilling Station at the Main University, exclusive

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of the building structure. The specifications covering this project have now been prepared and approved by the Main University Faculty Building Committee, the Main University Director of Physical Plant, Vice-President Ransom, Comptroller Sparenberg, and President Wilson. It is recommended that the specifications be approved by the Board and that Comptroller Sparenberg be authorized to advertise for bids to be presented to the Board for consideration at a later meeting.

MAIN UNIVERSITY - ADDITIONAL APPROPRIATION AND AUTHORIZATIONS FOR LABORATORY THEATER BUILDING. -- The Board of Regents has previously appropriated for this project a total of \$66,000.00 to cover construction contracts, architects' fees, and other costs. The plans and specifications, on the basis of which construction contract was awarded to Joe Badgett of Austin, Texas, in the amount of \$50,474.00, did not include provision for air-conditioning. In view of the fact that the contract was let in an amount considerably less than the Architects, Page, Southerland, and Page, had estimated, resulting in a balance in the Allotment Account for this project as at October 31, 1958, in the amount of \$12,497.56, and in view of the fact that the Architects now believe that this building can be properly air conditioned if an additional appropriation of \$3,000.00 is made, it is recommended that an additional appropriation of \$3,000.00 be made to this project from the Available University Fund Unappropriated Balance.

It is further recommended that Comptroller Sparenberg be authorized to sign change orders to the Joe Badgett contract up to an amount of \$2,000.00, and that the Comptroller further be authorized to approve plans and specifications and award a contract for air conditioning this building, not on a change order basis, but on the basis of competitive bids. It is felt that this recommendation for air conditioning is in order due to the fact this building can no longer be classed as a temporary building, but will probably have a useful life of somewhere between twenty to forty years.

ASSOCIATE ARCHITECT FOR UNDERGRADUATE LIBRARY AND ACADEMIC CENTER, MAIN UNIVERSITY, GEORGE L. DAHL. -- The selection of an associate architect for the Undergraduate Library and Academic Center, Main University, was referred by the Buildings and Grounds Committee to the Committee of the Whole. The Committee of the Whole asks that there be incorporated in the Report of the Buildings and Grounds Committee the recommendation that George L. Dahl, Dallas, Texas, be selected as Associate Architect for the Undergraduate Library and Academic Center, Main University, Austin, Texas, with authority to Comptroller Sparenberg to negotiate a contract and with authority to the Chairman of the Board to sign the contract after it has been approved as to content by Comptroller Sparenberg and as to form by Attorney Waldrep.

Adoption of Report. -- Vice-Chairman Lockwood moved the adoption of the foregoing report and the recommendations contained therein. Mr. Hardie seconded the motion which was unanimously adopted.

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REPORT OF LAND AND INVESTMENT COMMITTEE (See Page 80 for adoption.) --At the request of Chairman Sorrell, Committee Chairman Bryan presented the report of the Land and Investment Committee. This report differed from the proposed recommendations in the Material Supporting the Agenda in that (1) it indicated the common stock purchases that had been previously reported in the minutes of October 25, 1958, and (2) it included

(a) Assignment by David Ker of Business Site Easement to Three Kers Co., Ltd., Covering Part of Former Pyote Air Force Base and Sub-Lease by Three Kers Co., Ltd., to Texas Interior Warehouses, Inc. (Page 79)

(b) Hogg Foundation: W. C. Hogg Memorial Fund - Proposal for Exchange of Massey Property (1108 Rusk Avenue, Houston) for Capitol Avenue Property and for Purchase of Capitol Avenue Property. (Page 78)

The report follows:

PERMANENT UNIVERSITY FUND--INVESTMENT MATTERS.--

REPORT OF PURCHASES AND SALES OF SECURITIES.--The following purchases and sales of securities have been made for the Permanent University Fund since the report of September 19, 1958. We ask that the Board ratify and approve these transactions:

PURCHASE OF SECURITIES

GOVERNMENT SECURITIES

Date of Purchase	Security	Maturity Value of Bills Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield On Cost**
10/30/58	U. S. Treasury Bill, due January 15, 1959	\$1,000,000	99.533611	\$ 995,336.11	2.30%
10/30/58	U. S. Treasury Bill, due January 29, 1959	<u>1,500,000</u>	99.400667	<u>1,491,010.00</u>	<u>2.48</u>
	Total Government Securities Purchased	<u>\$2,500,000</u>		<u>\$2,486,346.11</u>	<u>2.41%</u>

* Includes brokerage commission paid.

** Yield at present annual dividend rate for stocks; yield to maturity for bonds.

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CORPORATE BONDS

Date of Purchase	Security	Par Value of Bonds Purchased	Market Price at Which Purchased	Total Principal Cost *	Indicated Current Yield On Cost**
10/14/58	Idaho Power Co. 1st Mtge. 4-1/2% Bonds due 10/15/88	\$ 250,000	100.00 Net	\$ 250,000.00	4.50%
11/18/58	The Pacific Tel. & Tel. Co. 32- Year 4-5/8% Debs., due 11/1/90	<u>500,000</u>	102.625 Net	<u>513,125.00</u>	<u>4.47</u>
	Total Corporate Bonds Purchased	<u>750,000</u>		<u>\$ 763,125.00</u>	<u>4.48</u>

COMMON STOCKS

(NOTE: # Indicates common stock purchases reported in October 25, 1958, Minutes).

Date of Purchase	Security	No. of Shs. Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield On Cost**
# 9/2/58	Continental Oil Company Common Stock	900	58 (400) 57-7/8 (500)	\$ 52,540.65	2.74%
# 9/2/58	General Electric Company Common Stock	800	64 (500) 63-3/4 (300)	51,488.14	3.11
# 9/2/58	American Tel. & Tel. Company Capital Stock	200	184-1/2 (100) 184-3/8 (100)	37,002.39	4.86
# 9/2/58	Atchison, Topeka & Santa Fe Rail- way Company Common Capital Stock	2,100	23-3/4	50,523.48	5.82

* Includes brokerage commission paid.

** Yield at present annual dividend rate for stocks; yield to maturity for bonds.

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COMMON STOCKS (Continued)

Date of Purchase	Security	No. of Shs. Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield On Cost**
# 9/2/58	National Lead Company Common Stock	400	104-1/2	\$ 41,997.80	3.10%
# 9/3/58	Commonwealth Edison Company Common Stock	1,100	53-1/4(400) 53- (300) 52-3/4(400)	58,787.36	3.74
# 9/3/58	Republic Steel Corporation Common Stock	800	58-1/8(400) 58 (400)	46,808.44	5.13
# 9/3/58	Bank of America NT&SA Common Capital Stock	600	38-1/2 Net	23,100.00	4.68
# 9/3/58	The Chase Manhattan Bank Capital Stock	500	53 Net	26,500.00	4.53
# 9/3/58	Continental Casualty Company Capital Stock	300	96-1/2 Net	28,950.00	1.45
# 9/3/58	U. S. Fidelity & Guaranty Company Capital Stock	500	64-1/4 Net	32,125.00	3.11
# 9/5/58	International Business Machines Corporation Capital Stock	100	372-3/4	37,350.00	0.70
# 9/5 & 8/58	American Home Products Corporation Capital Stock	400	107-7/8(200) 106-1/4(100) 106-5/8(100)	43,061.37	3.34

* Includes brokerage commission paid.

** Yield at present annual dividend rate for stocks; yield to maturity for bonds.

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Date of Purchase	Security	No. of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield ** On Cost
# 9/5, 8, 9, & 10/58	Household Finance Corporation Common Stock	1,900	36-3/4(600) 37-1/2(100) 37-3/8(100) 37-1/4(100) 37-5/8(700) 37-3/4(300)	\$ 71,640.66	3.18%
# 9/5/58	Aluminum Company of America Common Stock	600	77-1/8(100) 76-5/8(300) 76-1/2(200)	46,279.99	1.56
# 9/5/58	Sears, Roebuck & Company Common Stock	1,500	32-5/8	49,467.15	3.34
# 9/8/58	The Detroit Edison Company Capital Stock	1,200	40-1/8	48,618.72	4.94
# 9/8/58	Public Service Electric & Gas Company Common Stock	1,400	34-1/2(1000) 34-3/8(400)	48,757.26	5.17
# 9/8/58	Continental Can Company, Inc. Common Stock	1,000	49-1/8(200) 49 (100) 48-3/4(500) 48-1/2(200)	49,234.02	3.66
# 9/8/58	National Dairy Products Corp. Common Stock	1,100	45 (600) 44-3/4(400) 44-5/8(100)	49,818.33	3.97
# 9/9/58	The Dow Chemical Company Common Stock	800	67 (400) 66-7/8(400)	53,915.56	1.78
# 9/9/58	United Gas Corporation	1,400	34-3/4(100) 34-5/8(300) 34-1/2(700) 34-3/8(100) 34-1/4(200)	48,807.51	4.30
# 9/9/58	The First National Bank of Boston Capital Stock	400	76 Net	30,400.00	4.41

* Includes brokerage commission paid.

** Yield at present indicated dividend rate.

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Date of Purchase	Security	No. of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield ** On Cost
# 9/9/58	Continental Illinois NB & Trust Company of Chicago Common Capital Stock	300	91-3/4N(200) 91-1/2N(100)	\$ 27,500.00	4.36%
# 9/10/58	Wisconsin Electric Power Company Common Stock *	1,400	33-7/8(700) 34 (700)	48,016.08	4.96
# 9/10 & 11/58	Standard Oil Company (New Jersey) Capital Stock	800	56 (200) 55-7/8(500) 55-5/8(100)	45,056.71	3.99
# 9/10/58	Eastman Kodak Company Common Stock	400	130	52,208.00	2.18
# 9/10/58	Link-Belt Company Common Stock	800	56-3/4(400) 57 (400)	45,857.52	4.19
# 9/11/58	Norfolk & Western Railway Company Common Stock	700	69-3/4(100) 69-5/8(100) 69-7/8(500)	49,196.89	5.69
# 9/11/58	Westinghouse Electric Corp. Common Stock	800	63 (300) 63-1/8(100) 63-1/2(200) 63-7/8(200)	51,050.19	3.13
# 9/11, 16, & 17/58	The Firestone Tire & Rubber Company Common Stock	500	104 (200) 109-1/2(100) 110 (200)	53,998.75	2.41
# 9/16 & 17/58	Gulf States Utilities Company Common Stock	1,100	48-1/4(500) 48-1/2(100) 48-5/8(500)	53,762.95	3.68
# 9/12, 15, 16 & 17/58	Cleveland Electric Illuminating Co. Common Stock	1,100	43-1/2(100) 43-1/8(100) 44-3/4(300) 44-7/8(200) 44-1/2(200) 44-3/8(100) 45 (100)	49,353.52	3.57

* Includes brokerage commission paid.

** Yield at present indicated dividend rate.

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Date of Purchase	Security	No. of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield ** On Cost
# 9/12/58	Pittsburgh Plate Glass Company Capital Stock	600	76-1/4(100) 76-1/8(100) 76 (200) 75-5/8(100) 75-3/4(100)	\$ 45,879.61	3.60%
# 9/12/58	Kimberly-Clark Corporation Common Stock	800	63-1/4	50,962.64	2.83
# 9/12/58	Libbey-Owens-Ford Glass Co. Common Stock	600	91-1/2	55,188.90	3.91
# 9/15/58	Hartford Fire Insurance Co. Capital Stock	100	159-1/2 Net	15,950.00	1.88
# 9/15/58	National Life & Accident Insurance Co. Capital Stock	200	98-1/2 Net	19,700.00	0.61
# 9/16 & 17/58	Public Service Company of Colorado Common Stock	1,000	45-3/4(600) 46 (300) 45-5/8(100)	46,231.59	3.89
# 9/16, 17, & 18/58	Public Service Company of Indiana, Inc. Common Stock	1,200	41-3/8(700) 41-5/8(200) 41-1/2(300)	50,214.20	4.78
# 9/16/58	Bethlehem Steel Corp. Common Stock	1,000	48-1/2(300) 48-5/8(500) 48-3/4(200)	49,045.56	4.89
# 9/16/58	Phillips Petroleum Company Common Stock	1,000	46-3/8(200) 46-1/2(600) 46-5/8(200)	46,922.50	3.62
# 9/17/58	The Coca-Cola Company Common Stock	400	115-3/4(200) 115-1/2(200)	46,452.26	4.31
# 9/17/58	Commercial Credit Company Common Stock	900	58-3/4(700) 58-1/2(100) 58-1/4(100)	53,203.84	4.74

* Includes brokerage commission paid.

** Yield at present indicated dividend rate.

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Date of Purchase	Security	No. of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield ** On Cost
# 9/17/58	Kennecott Copper Corporation Capital Stock	500	96-1/2	\$ 48,493.25	4.12%
# 9/17/58	National Cash Register Co. Common Stock	700	74	52,124.80	1.61
# 9/18/58	El Paso Natural Gas Company Common Stock	1,700	32-5/8(1200) 33 (500)	56,251.22	3.93
# 9/18/58	Ohio Edison Co. Common Stock	900	53 (100) 53-1/8(600) 53-1/4(200)	48,223.82	4.93
# 9/18/58	Union Carbide Corporation Capital Stock	400	110-7/8	44,550.36	3.55
# 9/19/58	St. Paul Fire & Marine Insurance Company Capital Stock	600	51-1/2 Net	30,900.00	2.33
# 9/19/58	Lincoln National Life Insurance Company Capital Stock	100	205-1/2 Net	20,550.00	0.95
# 9/19/58	The First National City Bank of New York Capital Stock	300	71-3/8 Net	21,412.50	4.20
# 9/19/58	Bankers Trust Co. Capital Stock	300	74-7/8 Net	22,462.50	4.01
# 9/22/58	Owens-Illinois Glass Company Common Stock	700	75	52,825.50	3.31
# 9/22/58	U.S. Gypsum Co. Common Stock	600	86-1/2	52,185.90	3.33
# 9/22/58	Potomac Electric Power Company Common Stock	2,100	23-7/8(1200) 24 (900)	50,900.28	4.95
# 9/22/58	International Paper Company Common Stock	400	114	45,801.60	2.62

* Includes brokerage commission paid.

** Yield at present indicated dividend rate.

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Date of Purchase	Security	No. of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield ** On Cost
# 9/23/58	Minneapolis-Honeywell Regulator Company Common Stock	500	98-3/8(200) 98-1/2(300)	\$ 49,469.23	1.77%
# 9/23 & 10/2/58	General Motors Corporation Common Stock	1,100	46-1/4(800) 47-5/8(300)	51,752.97	4.25
# 9/23 & 24/58	The Procter & Gamble Company Common Stock	700	66-1/2(500) 66-5/8(100) 67 (100)	46,932.11	2.98
# 9/23/58	Ingersoll-Rand Company Common Stock	600	86 (100) 86-3/4(200) 87 (300)	52,336.06	4.59
# 9/24/58	C.I.T. Financial Corporation Common Stock	800	54-5/8(500) 54-1/2(300)	44,018.15	4.36
# 9/24 & 25/58	Gulf Oil Corp. Capital Stock	500	111-7/8(200) 112-7/8(100) 113-1/4(200)	56,563.83	2.21
# 9/24/58	Corning Glass Works Common Stock	500	94 (100) 94-1/8(100) 94-1/4(300)	47,329.60	1.58
# 9/24 & 25/58	Virginia Electric & Power Company Common Stock	1,600	30-3/4(100) 30-7/8(200) 31 (300) 31-1/4(500) 31-3/8(100) 31-1/2(400)	50,466.10	3.17
# 9/26/58	First National Bank of Chicago Common Stock	100	301-1/2 Net	30,150.00	2.65
# 9/26/58	First National Bank in Dallas Common Capital Stock	600	33 Net	19,800.00	4.24
# 9/29/58	Central & South West Corporation Common Stock	1,000	48-5/8(700) 48-7/8(200) 49 (100)	49,146.05	3.46
# 9/29/58	The Texas Co. Capital Stock	700	74-3/8	52,387.58	3.14

* Includes brokerage commission paid.

** Yield at present indicated dividend rate.

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Date of Purchase	Security	No. of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield ** On Cost
# 9/30/58	The Goodyear Tire & Rubber Company Common Stock	500	93-1/2	\$ 46,991.75	2.55%
# 9/30, 10/1 & 2/58	Philadelphia Electric Co. Common Stock	1,200	42-7/8(200) 43 (700) 43-3/8(300)	52,173.95	4.60
# 9/29/58	General Telephone Corporation Common Stock	900	52-1/2	47,648.25	3.78
# 9/29/58	Marine Midland Corporation Common Stock	800	22-5/8(700) 22-3/4(100)	18,355.05	4.36
# 9/29/58	Insurance Company of North America Capital Stock	200	106-3/4	21,449.36	2.33
# 9/30/58	Armco Steel Corporation Common Stock	800	60	48,360.00	4.96
# 9/30/58	Corn Products Company Common Stock	1,000	46	46,420.00	3.88
# 10/1/58	E. I. du Pont de Nemours & Co. Common Stock	200	197-3/4	39,667.56	3.28
# 10/1/58	International Business Machines Corp. Capital Stock	100	407-1/2	40,825.00	0.64
# 10/1/58	Union Pacific Railroad Company Common Capital Stock	1,600	31-1/4(500) 31-3/8(500) 31-1/2(600)	50,767.60	5.04
# 10/1, 6/58	Federated Department Stores, Inc. Common Stock	1,000	49-3/4(400) 52 (200) 52-1/4(300) 50-5/8(100)	51,478.17	3.50

* Includes brokerage commission paid.

** Yield at present indicated dividend rate.

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Date of Purchase	Security	No. of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield ** On Cost
# 10/1/58	R. J. Reynolds Tobacco Co. New Class B Common Stock	600	86 (200) 86-1/2(200) 87 (200)	\$ 52,185.90	4.60%
# 10/3/58	Aetna Life Insurance Co. Capital Stock	200	202 Net	40,400.00	1.68
# 10/3/58	Chemical Corn Exchange Bank Capital Stock	400	56-7/8 Net	22,750.00	4.22
# 10/6/58	Wisconsin Electric Power Company Common Stock	740	29 plus 10 rights	21,460.00	5.86
# 10/6/58	Consumers Power Company Common Stock	900	56	50,801.40	4.25
# 10/7/58	Houston Lighting & Power Co. Common Stock	700	65 (100) 65-1/4(600)	45,968.68	2.44
# 10/7/58	Baltimore Gas & Electric Co. Common Stock	1,200	41-3/4	50,578.56	4.27
# 10/7/58	Florida Power & Light Co. Common Stock	600	81	48,882.60	1.87
# 10/7/58	Standard Oil Co. of California Capital Stock	900	55-5/8(500) 55-3/4(200) 55-7/8(200)	50,538.64	3.56
# 10/7 & 8/58	Union Carbide Corporation Capital Stock	500	115-1/2	58,002.75	3.10
# 10/8/58	General Foods Corporation Common Stock	800	68-3/4	55,367.04	3.47
# 10/8/58	Pittsburgh Plate Glass Company Capital Stock	700	80-1/4(300) 80 (400)	56,404.09	3.41

* Includes brokerage commission paid.

** Yield at present indicated dividend rate.

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Date of Purchase	Security	No. of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield ** On Cost
# 10/9/58	Bendix Aviation Corporation Common Stock	800	56-1/2(200) 57-1/2(600)	\$ 46,157.80	4.16%
# 10/9/58	United States Steel Corp. Common Capital Stock	700	81-5/8	57,467.62	3.65
# 10/9/58	Socony-Mobil Oil Company, Inc. Capital Stock	1,000	50-1/8(700) 50-1/4(300)	50,602.66	4.94
# 10/9 & 10/58	National Lead Co. Common Stock	500	111-1/2(200) 112-1/2(100) 114 (100) 115 (100)	56,701.45	2.87
# 10/10/58	Crown Zellerbach Corporation Common Stock	900	55-1/2(400) 55-1/4(500)	50,225.85	3.23
# 10/10/58	Merck & Co., Inc. Common Stock	700	69-5/8(100) 69-3/8(100) 69-1/4(500)	48,846.55	2.01
10/8/58	First City National Bank of Houston Capital Stock	137	40 plus 10 rights	5,482.80	5.00
10/13/58	The Travelers Insurance Co. Capital Stock	200	85-1/4 Net	17,050.00	1.29
10/15/58	Addressograph-Multigraph Corp. Common Stock	90	62.50 plus 20 rights	5,625.00	2.40
10/14 & 15/58	Sinclair Oil Corp. Common Stock	800	60-5/8(200) 61 (600)	49,085.72	4.89
10/15/58	American Can Co. Common Stock	1,000	51-1/2(500) 50-7/8(500)	51,628.70	3.87
10/15/58	Eastman Kodak Co. Common Stock	400	129-1/2(100) 130 (300)	52,157.95	2.19
10/15/58	J. C. Penney Co., Inc. Common Stock	500	99-3/4	50,119.90	4.24

* Includes brokerage commission paid.

** Yield at present indicated dividend rate.

12-12-58

Date of Purchase	Security	No. of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield ** On Cost
10/15/58	Texas Utilities Company Common Stock	800	59-3/8(200) 59-1/2(100) 59-3/4(500)	\$ 48,059.73	2.66%
10/15/58	Union Bag-Camp Paper Corp. Capital Stock	1,300	40	52,507.00	3.71
10/15/58	Addressograph-Multigraph Corp. Common Stock	600	87-3/4	52,936.68	1.70
10/16, 17, & 20/58	Utah Power & Light Company Common Stock	1,600	29-7/8(300) 29-3/4(200) 30-1/4(100) 30-1/2(400) 30-3/4(600)	49,134.49	3.91
10/16/58	General Electric Company Common Stock	700	66-5/8	46,957.12	2.98
10/17/58	American Cyanamid Company Common Stock	1,000	52-7/8	53,317.90	3.00
10/17/58	Southern California Edison Co. Common Stock	900	55-7/8	50,688.81	4.26
10/17/58	The Borden Co. Capital Stock	600	74 (100) 74-1/8(500)	44,740.95	3.75
10/17/58	The Cincinnati Gas & Electric Co. Common Stock	1,500	33-3/4(400) 34-1/8(1100)	51,577.68	4.36
10/20/58	Republic National Bank of Dallas Common Capital Stock	300	62-1/2 Net	18,750.00	2.88
10/20/58	National Life & Accident Insurance Co. Capital Stock	200	98 Net	19,600.00	0.61

* Includes brokerage commission paid.

** Yield at present indicated dividend rate.

12-12-58

Date of Purchase	Security	No. of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield ** On Cost
10/21/58	National Dairy Products Corp. Common Stock	1,000	47-1/4(400) 47-5/8(200) 48 (100) 48-1/8(100) 48-1/4(200)	\$ 48,115.96	3.74%
10/21/58	Chas. Pfizer & Company, Inc. Common Stock	500	93 (100) 93-1/2(100) 93-3/4(300)	47,016.79	2.39
10/21/58	Continental Oil Company Capital Stock	800	57	45,957.60	2.79
10/21/58	Otis Elevator Co. Common Stock	800	59-7/8(300) 60 (500)	48,322.47	3.31
10/22/58	The Dow Chemical Company Common Stock	700	67-3/4(100) 68-1/8(200) 68-3/8(400)	48,070.76	1.75
10/22 & 24/58	International Paper Company Common Stock	400	114 (200) 114-1/4(200)	45,851.66	2.62
10/22/58	R. J. Reynolds Tobacco Co. New Class E Common Stock	500	87 (300) 87-1/4(200)	43,788.56	4.57
10/23/58	American Tel. & Tel. Company Capital Stock	300	194-3/8(100) 194-1/2(100) 194-5/8(100)	58,525.35	4.61
10/23/58	Pacific Gas & Electric Co. Common Stock	1,500	56 (200) 56-1/2(300) 56-1/4(300) 56-1/2(700)	85,131.97	4.23
10/23/58	Standard Oil Co. (New Jersey) Capital Stock	900	58	52,603.20	3.85
10/23 & 11/6/58	Central & South West Corp. Common Stock	900	50-3/4(200) 50-7/8(200) 51 (300) 56 (200)	47,222.84	3.24
10/24/58	Federated Department Stores, Inc. Common Stock	900	47-1/2	43,134.75	3.76

* Includes brokerage commission paid.

** Yield at present indicated dividend rate.

12-12-58

Date of Purchase	Security	No. of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield ** On Cost
10/24/58	National Cash Register Co. Common Stock	700	73-1/8	\$ 51,511.67	1.63%
10/28/58	Florida Power & Light Company Common Stock	600	78-7/8(300) 78-3/4(300)	47,568.81	1.92
10/28/58	Public Service Co. of Indiana, Inc. Common Stock	1,200	41	49,674.00	5.07
10/28/58	Armco Steel Corp. Common Stock	800	63-3/8	51,062.72	4.70
10/28/58	Commonwealth Edison Company Common Stock	800	52	41,953.60	3.81
10/27/58	National Bank of Detroit Common Capital Stock	400	60 Net	24,000.00	3.33
10/27/58	The Chase Manhattan Bank Capital Stock	400	55-3/4 Net	22,300.00	4.31
10/27/58	Bank of America NT & SA Common Capital Stock	500	40 Net	20,000.00	4.50
10/29/58	Commercial Credit Corporation Common Stock	800	63-1/8(300) 63-1/4(100) 63-3/8(400)	50,975.12	4.39
10/29/58	The Kroger Company Common Stock	600	92-1/2	55,789.50	2.90
10/30/58	General Motors Corporation Common Stock	1,000	48-5/8(100) 48-3/4(400) 48-7/8(500)	49,234.03	4.06
10/30/58	United States Steel Corp. Common Capital Stock	500	87-3/8	43,926.20	3.41
10/30/58	E.I. du Pont de Nemours & Co. Common Stock	300	197 (100) 197-1/2(200)	59,376.20	3.28

* Includes brokerage commission paid.

** Yield at present indicated dividend rate.

12-12-58

Date of Purchase	Security	No. of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield ** On Cost
10/30/58	The Southern Co. Common Stock	1,500	33-7/8(200) 34 (1300)	\$ 51,514.88	3.49
10/31, 24, & 26/58	Houston Lighting & Power Co. Common Stock	800	68 (100) 69 (200) 68-1/4(500)	55,091.75	2.32
11/3 & 5/58	General Foods Corporation Common Stock	700	67-3/4(100) 67-7/8(200) 68 (200) 68-1/4(200)	47,920.62	3.51
11/3/58	International Busi- ness Machines Corporation Capital Stock	100	435-1/2	43,625.00	0.60
11/3 & 5/58	Scott Paper Co. Common Stock	700	69-1/4(200) 69-1/2(200) 69-5/8(100) 69-7/8(200)	49,009.20	2.86
11/3/58	General Electric Company Common Stock	800	67-1/2(200) 67-5/8(300) 68 (300)	54,553.68	2.93
11/3/58	Texas Company Capital Stock	600	81-3/8(100) 81-3/4(300) 82 (200)	49,345.58	2.86
11/5/58	Smith, Kline & French Labs., Inc. Common Stock	600	91-3/4(100) 92 (200) 92-1/2(300)	55,614.33	3.13
11/5/58	Southern Califor- nia Edison Co. Common Stock	800	55-7/8	45,056.72	4.26
11/6/58	Continental Can Company, Inc. Common Stock	900	58-1/4(700) 58-1/2(200)	52,878.51	3.06
11/6/58	Parke, Davis & Company Capital Stock	500	102-1/2	51,496.25	2.91
11/6/58	American Elec- tric Power Co. Common Stock	1,000	51	51,441.00	3.27

* Includes brokerage commission paid. .

** Yield at present indicated dividend rate.

12-12-58

Date of Purchase	Security	No. of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield ** On Cost
11/6/58	Inland Steel Co. Capital Stock	400	122-3/4(200) 124 (200)	\$ 49,555.36	3.63%
11/7/58	Johns-Manville Corporation Common Stock	1,000	48-1/8(200) 48-1/4(200) 48-3/8(300) 48-1/2(300)	48,769.20	4.10
11/7/58	Shell Oil Co. Common Stock	500	85	42,737.50	2.34
11/10/58	First National City Bank of New York Capital Stock	300	71-3/8 Net	21,412.50	4.20
11/10/58	Mellon National Bank & Trust Co. Common Capital Stock	200	154 Net	30,800.00	2.60
11/10/58	Security-First National Bank Common Stock	500	50-3/4 Net	25,375.00	3.15
11/14 & 24/58	Texas Utilities Co. Common Stock	800	60-3/4	48,960.64	2.61
11/14/58	Aetna Life Insurance Co. Capital Stock	100	228 Net	22,800.00	1.49
11/14/58	First National Bank of Chicago Capital Stock	200	351 Net	70,200.00	2.28
11/12/58	McGraw-Edison Co. Common Stock	1,300	37-1/2(100) 37-3/4(400) 38 (200) 38-1/8(400) 38-3/8(200)	49,868.89	3.65
11/12/58	American Home Products Corp. Capital Stock	400	128-1/2(100) 130 (200) 130-1/4(100)	52,082.88	2.92
11/13/58	Kroger Company Common Stock	500	91-1/4(300) 91-7/8(200)	45,990.77	2.94
11/13/58	National Biscuit Co. Common Stock	1,000	51	51,441.00	4.28

* Includes brokerage commission paid.

** Yield at present indicated dividend rate.

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Date of Purchase	Security	No. of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield ** On Cost
11/13/58	Gulf Oil Corp. Capital Stock	400	124-7/8(200) 124-1/2(100) 124 (100)	\$ 50,030.83	2.00%
11/13 & 14/58	Public Service Co. of Indiana, Inc. Common Stock	1,200	42-1/2(400) 42-3/8(100) 42-1/4(200) 42-5/8(100) 42-3/4(100) 42-7/8(300)	51,570.96	4.89
11/17 & 18/58	Commonwealth Edison Company Common Stock	800	52-1/4(500) 52 (300)	42,078.75	3.80
11/18, 19, & 21/58	Scott Paper Co. Common Stock	700	73-5/8(300) 73-1/2(200) 74 (200)	51,912.08	2.70
11/19/58	Republic National Bank of Dallas Common Capital Stock	32	60 plus 35 rights	1,920.00	3.20
11/17/58	Armco Steel Corporation Common Stock	800	65-5/8(400) 66 (400)	53,014.64	4.53
11/17 & 18/58	Merck & Co., Inc. Common Stock	700	74-1/8(300) 74-5/8(200) 75 (200)	52,487.65	1.87
11/17/58	E.I. du Pont de Nemours & Co. Common Stock	200	206 (100) 205-1/2(100)	41,269.15	3.15
11/17 & 18/58	Southern Co. Common Stock	1,400	35-1/8(800) 35 (100) 34-1/2(300) 35-1/4(100) 35-3/8(100)	49,523.55	3.39
11/18/58	Libbey-Owens-Ford Glass Co. Common Stock	500	97-3/4	49,118.90	3.66

* Includes brokerage commission. paid.

** Yield at present indicated dividend rate.

12-12-58

Date of Purchase	Security	No. of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield ** On Cost
11/18/58	Pacific Gas & Electric Co. Common Stock	900	61-1/2(200) 62 (100) 62-1/8(400) 62-1/4(100) 62-3/8(100)	\$ 56,219.31	3.84%
11/19/58	Addressograph-Multigraph Corp. Common Stock	500	91-1/2	45,990.75	1.63
11/19/58	Cleveland Electric Illuminating Co. Common Stock	1,100	47-1/2(200) 47-7/8(200) 48 (100) 48-3/8(600)	53,373.52	3.30
11/19/58	Bethlehem Steel Corporation Common Stock	900	50-1/2(500) 50-5/8(300) 50-3/4(100)	45,909.01	4.70
11/19/58	Minnesota Mining & Manufacturing Co. Common Stock	500	104	52,247.00	1.15
11/20/58	Standard Oil Co. of California Capital Stock	900	60 (100) 60-3/8(800)	54,705.32	3.29
11/20/58	U.S. Gypson Co. Common Stock	500	96-1/2	48,493.25	2.94
11/24/58	Bank of America National Trust & Savings Association Common Stock	500	40-3/4 Net	20,375.00	4.42
11/24/58	Chase Manhattan Bank Capital Stock	400	57-1/4 Net	22,900.00	4.19
11/24/58	Chemical Corn Exchange Bank Capital Stock	300	59 Net	17,700.00	4.07
11/24/58	National Life & Accident Insurance Company Capital Stock	200	109-1/2 Net	21,900.00	0.55

* Includes brokerage commission paid.

** Yield at present indicated dividend rate.

12-12-58

Date of Purchase	Security	No. of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield ** On Cost
11/24/58	First National Bank of Boston Capital Stock	200	82-3/4 Net	\$ 16,550.00	4.05
Total Common Stocks Purchased		<u>135,099</u>		<u>8,374,802.35</u>	<u>3.42</u>
Total Corporate Securities Purchased				<u>\$9,137,927.35</u>	<u>3.51%</u>

SALE OF SECURITIES

Date Sold	Security Sold	Net Proceeds
9/25/58	4,000 rights to subscribe for Public Service Co. of Indiana, Inc., 4.80% Cumulative Convertible Preferred Stock at 0.1875 (Based on holding of Public Service Co. of Indiana Common Stock)	\$ 699.98
10/28, 29, & 30/58	600 shares Aetna Casualty & Surety Co. Capital Stock, sold 200 at 153-1/2 Net and 400 at 154-1/2 Net (Gain on sale over book value \$10,121.40)	92,496.40
10/28 & 29/58	3,300 shares Borg-Warner Corp. Common Stock, sold 800 at 33, 200 at 33-1/8, 700 at 33-1/4, 1500 at 33-3/8, and 100 at 33-1/2 (Gain on sale over book value \$6,638.81)	108,392.74
10/28 & 29/58	4,800 shares International Harvester Co. Common Stock, sold 3500 at 38-1/4, 800 at 38-3/8, 100 at 38-1/2, 300 at 38-5/8, and 100 at 38-3/4 (Gain on sale over book value \$26,172.28)	181,572.14
10/28 & 29/58	1,200 shares Manufacturers Trust Co. Common Stock, sold 600 at 46-5/8 Net and 600 at 46-7/8 Net (Gain on sale over book value \$4,147.54)	56,092.80
10/28 & 29/58	1,400 shares Philadelphia National Bank Capital Stock, sold at 40 Net (Gain on sale over book value \$5,504.10)	55,991.60

* Includes brokerage commission paid.

** Yield at present indicated dividend rate.

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Date Sold		Security Sold	Net Proceeds
11/5/58	36	shares United States Life Insurance Co. Capital Stock, sold at 50-1/2 (Based on Continental Casualty Co. Capital Stock holding)	\$ 1,795.32
11/21/58	25	rights to subscribe for Republic National Bank of Dallas Common Capital Stock, sold at 0.06 (remainder of rights exercised; see purchase of 11/19/58)	1.50

REPORT ON PERMANENT UNIVERSITY FUND INVESTMENTS FOR THE FISCAL YEAR ENDED AUGUST 31, 1958. --The Land and Investment Committee presents a report on Permanent University Fund Investments for the Fiscal Year Ended August 31, 1958. During the year, the Committee has made periodic reports of purchases and sales made for the Fund, including full details of the refunding program for the Permanent University Fund Bonds, Series 1949, all of which transactions have been duly approved by the Board of Regents. The present report is intended to summarize the investment transactions for the fiscal year and to indicate the status of the Fund's investment portfolio as of August 31, 1958. A bound copy was mailed to each Regent along with the Material Supporting the Agenda as Exhibit A. The Official Copy is on file in the Office of the Board of Regents.

PERMANENT UNIVERSITY FUND INVESTMENT PROGRAM - RECOMMENDED CHANGES IN INVESTMENT STANDARDS TO DETERMINE ELIGIBILITY FOR PURCHASE. --It is recommended that the standards as to price as set out under Section II, page 5, under "Investment Standards to Determine Eligibility for Purchase" in the Policies Governing the Permanent University Fund Investment Program (Permanent Minutes, Volume IV, Page 463) be amended as follows:

II. As to Price:

- A. As a general rule, corporate securities will be purchased to the extent possible at yields to exceed the yield on the longest term Treasury Bond by the following margins:

Corporate Bonds	-	1/4%
Preferred Stocks	-	1/2%
Common Stocks	-	3/4%*

- B. As a general rule, common stocks will be purchased to the extent possible at price-earnings multiples not to exceed the following multiples:

15 for Industrials and Railroads*
20 for Public Utilities and Financial Corporations*

*Exception to be made for "growth stocks."

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PERMANENT UNIVERSITY FUND--LAND MATTERS. --

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

PIPE LINE EASEMENT NO. 1167, EL PASO NATURAL GAS COMPANY, ANDREWS COUNTY, TEXAS. --This application for a pipe line easement to El Paso Natural Gas Company covers 5.533 rods of 4-1/2-inch line at \$0.50 per rod for the 10-year period beginning November 1, 1958, and ending October 31, 1968, located in Section 34, Block 1, University Lands, Andrews County, Texas. The minimum consideration of \$50.00 for the 10-year period has been received.

POWER LINE EASEMENT NO. 1168, WEST TEXAS UTILITIES COMPANY, CROCKETT COUNTY, TEXAS (RENEWAL OF EASEMENT NO. 359). --This application for a power line easement to West Texas Utilities Company covers 2,033 rods of power line at \$0.50 per rod for the 10-year period beginning September 1, 1958, and ending August 31, 1968. These power lines are located in Sections 26, 27, 28, 29 and 30, Block 46, University Lands, Crockett County, Texas, and have been under Easement No. 359. That easement, granted to Sinclair Oil & Gas Company and The Atlantic Refining Company for the 10-year period ending August 31, 1958, covered power lines as well as pipe lines, the power lines having been assigned by Sinclair Oil & Gas Company and The Atlantic Refining Company to West Texas Utilities Company. The full consideration of \$1,016.50 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1169, PHILLIPS PETROLEUM COMPANY, ANDREWS COUNTY, TEXAS. --This application for a pipe line easement to Phillips Petroleum Company covers 710.1 rods of 3-1/2-inch line at \$0.25 per rod for the 10-year period beginning December 1, 1958, and ending November 30, 1968, located in Sections 5 and 8, Block 4, Sections 31 and 32, Block 10, and Sections 23, 26 and 27, Block 12, University Lands, Andrews County, Texas. The full consideration of \$177.53 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1170, EL PASO NATURAL GAS COMPANY, WARD COUNTY, TEXAS. --This application for a pipe line easement to El Paso Natural Gas Company covers 1,327.127 rods of 4-1/2-inch line at \$0.50 per rod for the 10-year period beginning December 1, 1958, and ending November 30, 1968, located in Sections 6, 14, 15, 27 and 34, Block 17, University Lands, Ward County, Texas. The full consideration of \$663.56 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1171, EL PASO NATURAL GAS COMPANY, WARD COUNTY, TEXAS. --This application for a pipe line easement to El Paso Natural Gas Company covers 22.224 rods of 4-1/2-inch line at \$0.50 per rod for the 10-year period beginning December 1, 1958, and ending November 30, 1968, located in Section 34, Block 17, University Lands, Ward County, Texas. The minimum consideration of \$50.00 for the 10-year period has been received.

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PIPE LINE EASEMENT NO. 1172, EL PASO NATURAL GAS COMPANY, WARD COUNTY, TEXAS. --This application for a pipe line easement to El Paso Natural Gas Company covers 167.636 rods of 4-1/2-inch line at \$0.50 per rod for the 10-year period beginning December 1, 1958, and ending November 30, 1968, located in Section 34, Block 17, University Lands, Ward County, Texas. The full consideration of \$83.82 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1173, EL PASO NATURAL GAS COMPANY, WARD COUNTY, TEXAS. --This application for a pipe line easement to El Paso Natural Gas Company covers 19.479 rods of 4-1/2-inch line at \$0.50 per rod for the 10-year period beginning December 1, 1958, and ending November 30, 1968, located in Section 34, Block 17, University Lands, Ward County, Texas. The minimum consideration of \$50.00 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1174, PAN AMERICAN PETROLEUM CORPORATION, ANDREWS COUNTY, TEXAS (RENEWAL OF ADDITIONAL LINES UNDER EASEMENT NO. 393). --This application for a pipe line easement to Pan American Petroleum Corporation covers 12,070.58 rods of the following described lines in Sections 4 through 10, 16 through 20, 30, 31, and 41 through 45, Block 13, University Lands, Andrews County, Texas, for the 10-year period beginning December 6, 1958, and ending December 5, 1968: 6,513.83 rods of 2-3/8 - inch line and 417.83 rods of 3-1/2 - inch line at \$0.25 per rod; 521.13 rods of 4-1/2 - inch line at \$0.50 per rod; 1,089.49 rods of 6-5/8 - inch line at \$0.75 per rod; 347.38 rods of 8-5/8 - inch line and 894.82 rods of 10-3/4 - inch line at \$1.00 per rod; and 339.33 rods of 12-3/4 - inch line, 380.48 rods of 16-inch line, 174.39 rods of 20-inch line, 734.68 rods of 22-inch line, 487.09 rods of 24-inch line, and 170.13 rods of 26-inch line at \$1.50 per rod. These are additional lines that were laid during the course of Easement No. 393 and total 12,070.58 rods. The original lines covered by Easement No. 393 were renewed by Easement No. 1162. The full consideration of \$7,481.98 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1175, EL PASO NATURAL GAS COMPANY, HUDSPETH COUNTY, TEXAS. --This application for a pipe line easement to El Paso Natural Gas Company covers 10,043.50 rods of 30-inch line at \$1.50 per rod for the 10-year period beginning May 1, 1959, and ending April 30, 1969, in the following University land: Sections 25, 26, 31, 32, 33, 34, and 35, Block G; Sections 20 through 24, 29 and 30, Block H; Sections 12 through 19, Block J; Sections 7 through 12, Block K; and Sections 1, 2, 3, 4, 7, 8 and 9, Block L, Hudspeth County, Texas. The full consideration of \$15,065.25 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1176, EL PASO NATURAL GAS COMPANY, CRANE COUNTY, TEXAS. --This application for a pipe line easement to El Paso Natural Gas Company covers 601.78 rods of 24-inch line and 1,979.82 rods of 20-inch line at \$1.50 per rod for the 10-year period beginning May 1, 1959, and ending April 30, 1969, located in Sections 6, 7, 8, 9, 15, 16, 22, 23, 24 and 25, Block 30, and Section 1, Block 31, University Lands, Crane County, Texas. The full consideration of \$3,872.40 for the 10-year period has been received.

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PIPE LINE EASEMENT NO. 1177, HUMBLE PIPE LINE COMPANY, CRANE, REAGAN AND UPTON COUNTIES, TEXAS. --This application for a pipe line easement to Humble Pipe Line Company covers 7,033.46 rods of 18-inch line at \$1.50 per rod in the following described University land for the 10-year period beginning December 1, 1956, and ending November 30, 1966: Sections 4, 9, 16, 21, 28, 33, 40 and 45, Block 30, Crane County; and Sections 13, 20 through 24, 29 and 30, Block 2, Sections 1 through 5, 7 and 8, Block 3, Sections 5 and 6, Block 8, Sections 23, 24, 26, 27, 28, 32 and 33, Block 9, Sections 1, 11 and 12, Block 11, and Sections 7 and 8, Block 58, University Lands, Reagan and Upton Counties, Texas. The full consideration of \$10,550.19 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1178, HUMBLE PIPE LINE COMPANY, ECTOR COUNTY, TEXAS. --This application for a pipe line easement to Humble Pipe Line Company covers 84.60 rods of 4-1/2 - inch line at \$0.50 per rod for the 10-year period beginning October 1, 1958, and ending September 30, 1968, located in Section 1, Block 35, University Lands, Ector County, Texas. The minimum consideration of \$50.00 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1179, HUMBLE PIPE LINE COMPANY, ANDREWS COUNTY, TEXAS. --This application for a pipe line easement to Humble Pipe Line Company covers 31.3 rods of 4-1/2 - inch line at \$0.50 per rod for the 10-year period beginning October 1, 1958, and ending September 30, 1968, located in Sections 35 and 36, Block 10, University Lands, Andrews County, Texas. The minimum consideration of \$50.00 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1180, HUMBLE PIPE LINE COMPANY, ANDREWS COUNTY, TEXAS. --This application for a pipe line easement to Humble Pipe Line Company covers 46.85 rods of 4-1/2 - inch line at \$0.50 per rod for the 10-year period beginning October 1, 1958, and ending September 30, 1968, located in Sections 14 and 15, Block 10, University Lands, Andrews County, Texas. The minimum consideration of \$50.00 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1181, BARNHART HYDROCARBON CORPORATION, REAGAN COUNTY, TEXAS. --This application for a pipe line easement to Barnhart Hydrocarbon Corporation covers 588.55 rods of 4 - inch line at \$0.25 per rod for the 10-year period beginning March 1, 1955, and ending February 28, 1965, located in Sections 12, 13 and 19, Block 48, University Lands, Reagan County, Texas. The full consideration of \$147.14 for the 10-year period has been received.

BUSINESS SITE EASEMENT NO. 1182, PANHANDLE AND SANTA FE RAILWAY COMPANY, REAGAN COUNTY, TEXAS (RENEWAL OF EASEMENT NO. 408). --This application for a business site easement to Panhandle and Santa Fe Railway Company covers a tract of 9.39 acres in Section 7, Block 11, University Lands, Reagan County, Texas, for use as a site for stock pens and a stock track for the 10-year period beginning January 1, 1959, and ending December 31, 1968. Rental of \$1,000.00 for the 10-year period has been received.

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PIPE LINE EASEMENT NO. 1183, PASOTEX PIPE LINE COMPANY, LOVING COUNTY, TEXAS. --This application for a pipe line easement to Pasotex Pipe Line Company covers 304.18 rods of 3-inch line and 111.77 rods of 2-inch line at \$0.25 per rod for the 10-year period beginning October 1, 1958, and ending September 30, 1968, located in Sections 7 and 16, Block 19, University Lands, Loving County, Texas. The full consideration of \$103.99 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1184, HUMBLE PIPE LINE COMPANY, REAGAN COUNTY, TEXAS. --This application for a pipe line easement to Humble Pipe Line Company covers 212.12 rods of 2-inch line at \$0.25 per rod for the 10-year period beginning October 1, 1958, and ending September 30, 1968, located in Sections 9 and 12, Block 48, University Lands, Reagan County, Texas. The full consideration of \$53.03 for the 10-year period has been received.

BUSINESS SITE EASEMENT NO. 1185 TO STRUCTURE-LITE, INC. -- This number has been assigned to the easement to Structure-Lite, Inc., approved at the September, 1958 meeting of the Board of Regents.

BUSINESS SITE EASEMENT NO. 1186 TO DAVID KER. --This number has been assigned to the easement to David Ker approved at the September and October, 1958 meetings of the Board of Regents.

PIPE LINE EASEMENT NO. 1187, HUMBLE PIPE LINE COMPANY, REAGAN COUNTY, TEXAS. --This application for a pipe line easement to Humble Pipe Line Company covers 193.60 rods of 2-1/2 - inch line at \$0.25 per rod for the 10-year period beginning October 1, 1958, and ending September 30, 1968, located in Sections 1 and 2, Block 48, University Lands, Reagan County, Texas. The minimum consideration of \$50.00 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1188, HUMBLE PIPE LINE COMPANY, ANDREWS COUNTY, TEXAS. --This application for a pipe line easement to Humble Pipe Line Company covers 293.64 rods of 2-inch line at \$0.25 per rod for the 10-year period beginning October 1, 1958, and ending September 30, 1968, located in Section 37, Block 9, University Lands, Andrews County, Texas. The full consideration of \$73.41 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1189, HUMBLE PIPE LINE COMPANY, REAGAN COUNTY, TEXAS. --This application for a pipe line easement to Humble Pipe Line Company covers 121.09 rods of 3-inch line at \$0.25 per rod for the 10-year period beginning October 1, 1958, and ending September 30, 1968, located in Section 1, Block 48, University Lands, Reagan County, Texas. The minimum consideration of \$50.00 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1190, HUMBLE PIPE LINE COMPANY, ANDREWS COUNTY, TEXAS. --This application for a pipe line easement to Humble Pipe Line Company covers 207.7 rods of 2-inch line at \$0.25 per rod for the 10-year period beginning October 1, 1958, and ending September 30, 1968, located in Sections 37, 47 and 48, University Lands, Andrews County, Texas. The full consideration of \$51.93 for the 10-year period has been received.

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PIPE LINE EASEMENT NO. 1191, EL PASO NATURAL GAS COMPANY, CRANE COUNTY, TEXAS. --This application for a pipe line easement to El Paso Natural Gas Company covers 536.206 rods of 8-5/8 - inch line at \$1.00 per rod for the 10-year period beginning December 1, 1958, and ending November 30, 1968, located in Sections 33, 34, 38 and 39, Block 31, University Lands, Crane County, Texas. The full consideration of \$536.21 for the 10-year period has been received.

GAS PLANT AND CAMP SITE EASEMENT NO. 1192, SINCLAIR OIL & GAS COMPANY, THE ATLANTIC REFINING COMPANY AND SHELL OIL COMPANY (EXTENSION OF EASEMENT NO. 358). --This application for an extension of Easement No. 358 to Sinclair Oil & Gas Company, The Atlantic Refining Company and Shell Oil Company covers a 78.354-acre tract which has been used as a gas plant site and a 20-acre tract which has been used as a camp site, located in Section 30, Block 46, University Lands, Crockett County, Texas. Inasmuch as the gas plant and the oil field camp are to be dismantled, it is proposed to issue this easement to these companies for a period of one year, beginning September 1, 1958 and ending August 31, 1959, at an annual rate of \$10.00 per acre. The full consideration of \$983.54 for the one-year period has been received. Power lines which have served this gas plant and camp site, covered by Easement No. 359, have been assigned to West Texas Utilities Company and are being renewed to that company under Power Line Easement No. 1168.

HIGHWAY RIGHT OF WAY EASEMENT NO. 1193, TEXAS HIGHWAY DEPARTMENT, EL PASO COUNTY, TEXAS. --This application for a highway right of way easement to the Texas Highway Department covers seven parcels of land, containing a total of 341.67 acres, in Sections 12, 13, 16, 17, 19, 21 and 22, Block L, University Lands, El Paso County, Texas, for construction of that portion of controlled access Interstate Highway No. 10 beginning at the El Paso-Hudspeth County line to a point two miles northeast of Fabens, Texas. Interstate Highway No. 10 is to be constructed under the U. S. Government highway program and the Texas Highway Department is thereby authorized to pay for this right of way at the rate of approximately \$16.00 per acre, or a total of \$5,566.00. Such payment does not include, under this program, whatever may be determined as fair damages to a surface tenant in the way of necessary fencing and the like. However, none of the acreage covered by this highway easement is under surface lease.

GRAZING LEASE NO. 758, P. H. COATES, REAGAN COUNTY, TEXAS (RENEWAL OF GRAZING LEASE NO. 624). --This application for renewal of a grazing lease to P. H. Coates covers 8,734.5 acres in Blocks 10 and 11, University Lands, Reagan County, Texas, for a period of five years beginning January 1, 1959, and ending December 31, 1963. Rental is at the rate of \$0.50 per acre per year, the aggregate sum of which is \$21,836.30, to be paid in semi-annual installments of \$2,183.63 on the first day of January and July during the term of the lease. Grazing Lease No. 624, of which this is a renewal, covered 8,855.6 acres, the difference in acreage being due to acreage under that lease which has been used for widening of Highway No. 67 as well as occupancy by certain easements that have been granted thereon.

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GRAZING LEASE NO. 759, WALTER YOUNG, REAGAN COUNTY, TEXAS (RENEWAL OF GRAZING LEASE NO. 628 TO MRS. LULA YOUNG). --This application for renewal of a grazing lease to Walter Young covers 4,227.8 acres in Blocks 48 and 49, University Lands, Reagan County, Texas, for a period of five years beginning January 1, 1959, and ending December 31, 1963. Rental is at the rate of \$0.50 per acre per year, the aggregate sum of which is \$10,569.50, to be paid in semi-annual installments of \$1,056.95 on the first day of January and July during the term of the lease.

GRAZING LEASE NO. 760, RALPH PEMBROOK, REAGAN AND CROCKETT COUNTIES, TEXAS (RENEWAL OF GRAZING LEASE NO. 625). --This application for renewal of a grazing lease to Ralph Pembrook covers 19,515.2 acres in Blocks 7, 8, 11 and 12, University Lands, Reagan and Crockett Counties, Texas, for a period of five years beginning January 1, 1959, and ending December 31, 1963. Rental is at the rate of \$0.50 per acre per year, the aggregate sum of which is \$48,788.00, to be paid in semi-annual installments of \$4,878.80 on the first day of January and July during the term of the lease.

GRAZING LEASE NO. 761, BILL A. FRIEND, REAGAN AND CROCKETT COUNTIES, TEXAS (RENEWAL OF GRAZING LEASE NO. 626 TO MRS. MINNIE FRIEND). --This application for renewal of a grazing lease to Bill A. Friend covers 6,159.6 acres in Blocks 48 and 49, University Lands, Reagan and Crockett Counties, Texas, for a period of five years beginning January 1, 1959, and ending December 31, 1963. Rental is at the rate of \$0.50 per acre per year, the aggregate sum of which is \$15,399.00. Inasmuch as 2,236.3 acres covered by this lease are in the Farmer's Field oil field, the rental on that acreage is reduced 25% per year, in accordance with the University's policy, with the understanding that the lessee shall not collect damages from oil operators in the oil field involved. Consequently, the semi-annual rental payments of \$1,539.90, due on the first day of January and July during the term of the lease, are thereby reduced to \$1,400.13.

GRAZING LEASE NO. 762, LOUIS BROOKS, CROCKETT COUNTY, TEXAS (RENEWAL OF GRAZING LEASE NO. 630). --This application for renewal of a grazing lease to Louis Brooks covers 11,733.1 acres in Blocks 39, 55 and 56, University Lands, Crockett County, Texas, for a period of five years beginning January 1, 1959, and ending December 31, 1963. Rental is at the rate of \$0.42 per acre per year, the aggregate sum of which is \$24,639.50, to be paid in semi-annual installments of \$2,463.95 on the first day of January and July during the term of the lease.

GRAZING LEASE NO. 763, MAX SCHNEEMANN, CROCKETT COUNTY, TEXAS (RENEWAL OF GRAZING LEASE NO. 627). --This application for renewal of a grazing lease to Max Schneemann covers 12,088.1 acres in Blocks 46, 47, 48 and 51, University Lands, Crockett County, Texas, for a period of five years beginning January 1, 1959, and ending December 31, 1963. Rental is at the rate of \$0.42 per acre per year, the aggregate sum of which is \$25,385.00. Inasmuch as 1,513.4 acres covered by this lease are in the Farmer's Field and in the Block 47 Field oil fields, the rental on that acreage is reduced 25% per year, in

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accordance with the University's policy, with the understanding that the lessee shall not collect damages from oil operators in the oil fields involved. Consequently, the semi-annual rental payments of \$2,538.50, due on the first day of January and July during the term of the lease, are thereby reduced to \$2,459.05.

GRAZING LEASE NO. 764, MRS. VELMA C. ROUNSAVILLE, CULBERSON COUNTY, TEXAS (RENEWAL OF GRAZING LEASE NO. 623). -- This application for renewal of a grazing lease to Mrs. Velma C. Rounsaville covers 31,061.2 acres in Block 46, University Lands, Culberson County, Texas, for a period of five years beginning January 1, 1959, and ending December 31, 1963. Rental is at the rate of \$0.15 per acre per year, the aggregate sum of which is \$23,295.90, to be paid in semi-annual installments of \$2,329.59 on the first day of January and July during the term of the lease.

GRAZING LEASE NO. 765, BILL ED MCKENZIE, ET AL, PECOS COUNTY, TEXAS (RENEWAL OF GRAZING LEASE NO. 622). -- This application for renewal of a grazing lease to Bill Ed McKenzie, Lawrence B. McKenzie, Richard G. McKenzie, Bruce T. McKenzie, C. R. McKenzie, Roy N. McKenzie, Virginia L. Chapman and W. B. Chapman, covers 30,736.7 acres in Blocks 24, 25 and 26, University Lands, Pecos County, Texas, for a period of five years beginning January 1, 1959, and ending December 31, 1963. Rental is at the rate of \$0.30 per acre per year, the aggregate sum of which is \$46,105.10, to be paid in semi-annual installments of \$4,610.51 on the first day of January and July during the term of the lease.

GRAZING LEASE NO. 766, J. W. LANGFORD, UPTON COUNTY, TEXAS (RENEWAL OF GRAZING LEASE NO. 631 TO LANGFORD BROTHERS). -- This application for renewal of a grazing lease to J. W. Langford covers 908.3 acres in Block 15, University Lands, Upton County, Texas, for a period of five years beginning January 1, 1959, and ending December 31, 1963. Rental is at the rate of \$0.38 per acre per year, the aggregate sum of which is \$1,725.80, to be paid in semi-annual installments of \$172.58 on the first day of January and July during the term of the lease.

ASSIGNMENT OF GRAZING LEASE NO. 663 FROM J. C. CUNNINGHAM TO BURCH WOODWARD, PECOS COUNTY, TEXAS. -- This assignment from J. C. Cunningham to Burch Woodward covers a grazing lease on 30,002.9 acres in Blocks 22, 23 and 24, University Lands, Pecos County, Texas, for a period of ten years beginning January 1, 1951, and ending December 31, 1960. Rental is at the rate of \$0.28 per acre per year, the aggregate sum being \$84,008.00, payable in semi-annual payments of \$4,200.40 on the first day of January and July during the term of the lease. An assignment bonus of \$10,000.00 has been paid by Mr. Woodward to Mr. Cunningham, one half, \$5,000.00, of which has been forwarded to the University from Mr. Cunningham as an assignment bonus in accordance with the University's policy. The standard General Land Office filing fee of \$1.00 has also been received.

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CALICHE PERMIT NO. 126, STRAIN BROTHERS, INC., REAGAN COUNTY, TEXAS. --This application for a caliche permit to Strain Brothers, Inc., provides for the removal of 15,547 cubic yards of aggregate from University Lands in Reagan County, Texas, at the rate of \$0.25 per cubic yard. The full consideration of \$3,886.75 has been received.

CALICHE PERMIT NO. 127, FRANK MONTGOMERY, ANDREWS COUNTY, TEXAS. --This application for a caliche permit to Frank Montgomery provides for the removal of 924 cubic yards of caliche from Block 10, University Lands, Andrews County, Texas, at the rate of \$0.25 per cubic yard. The full consideration of \$231.00 has been received.

CALICHE PERMIT NO. 128, PARKER AND PARKER, INC., ANDREWS COUNTY, TEXAS. --This application for a caliche permit to Parker and Parker, Inc., provides for the removal of 2,342 cubic yards of caliche from Block 2, University Lands, Andrews County, Texas, at the rate of \$0.25 per cubic yard. The full consideration of \$585.50 has been received.

CALICHE PERMIT NO. 129, W. A. (BILL) FARMER CONSTRUCTION COMPANY, ANDREWS COUNTY, TEXAS. --This application for a caliche permit to W. A. (Bill) Farmer Construction Company provides for the removal of 100 cubic yards of caliche from Block 13, University Lands, Andrews County, Texas, at the rate of \$0.25 per cubic yard. The minimum consideration of \$50.00 has been received.

WATER CONTRACT NO. 55, CITY OF CRANE: RELEASE OF PORTION OF LEASED ACREAGE, CRANE COUNTY, TEXAS. --The City of Crane, in accordance with provisions of Paragraph 12 of Water Contract No. 55, has released to the University the following described portion of the leased premises under this agreement: Sections 13, 14, 16, 17, 20, 21 and 24, Block 31, University Lands, Crane County, Texas, effective August 22, 1958.

ASSIGNMENT OF WATER CONTRACT NO. 71 FROM ANDREWS INDEPENDENT SCHOOL DISTRICT TO CITY OF ANDREWS COUNTY, TEXAS. --This application for assignment of Water Contract No. 71 from the Andrews Independent School District to the City of Andrews covers a water exploration permit and lease option agreement dated March 1, 1957, approved by the Board of Regents on January 12, 1957, covering Blocks 1, 2, 4 and 9, University Lands, Andrews County, Texas, comprising 88,257.5 acres. This assignment is conditioned upon the approval by voters of a proposed issue of water revenue bonds by the City of Andrews. Inasmuch as the Andrews Independent School District is the present water supply development authority for delivery of water to the City of Andrews for distribution, a greater security will be afforded in behalf of the proposed bond issue through complete control by the City of Andrews of rights granted under this water exploration permit and lease option agreement. The standard assignment fee of \$25.00 and the General Land Office filing fee of \$1.00 have been received.

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TRUST AND SPECIAL FUNDS--INVESTMENT MATTERS. --

REPORT OF PURCHASES AND SALES OF SECURITIES. --The following purchases and sales of securities have been made for the Trust and Special Funds since the report of October 25, 1958. We ask that the Board ratify and approve these transactions:

PURCHASES

<u>Date</u>		<u>Security</u>	<u>Principal Cost</u>
10/27/58	16	Shares American Telephone & Telegraph Company Capital Stock, purchased at 194 (Joseph Lindsey Henderson Textbook Collection)	\$ 3,128.96
11/17/58	100	Shares The American Tobacco Company Common Stock, purchased at 91-1/2	9,198.15
	200	Shares Bethlehem Steel Corporation Common Stock, purchased at 50-3/4	10,238.16
	100	Shares Commercial Credit Company Common Stock, purchased at 60-1/2	6,095.05
	100	Shares J. C. Penney Company, Inc., Common Stock, purchased at 104	10,499.40
	200	Shares Public Service Company of Indiana, Inc., Common Stock, purchased at 42-7/8	8,655.88
	300	Shares Union Pacific Railroad Company Common Stock, purchased at 35-7/8 (Rosalie B. Hite Fund for Cancer Research)	10,873.32
11/18/58	100	Shares Consolidated Edison Company of New York, Inc., \$5 Cumulative Preferred Stock, purchased at 103-1/8	10,361.81
	100	Shares Consumers Pwr. Company \$4.52 Cumulative Preferred Stock, purchased at 95-1/4	9,573.53
	20	Shares Commonwealth Edison Company 5.25% Cumulative Preferred Stock, purchased at 108-1/4	2,174.97
	80	Shares Ditto purchased at 108-1/2	8,719.88
	100	Shares Public Service Electric & Gas Company 4.18% Cumulative Preferred Stock, purchased at 85-1/2	8,597.55

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Purchases (Continued)

<u>Date</u>		<u>Security</u>	<u>Principal Cost</u>
11/18/58	400	Shares Southern California Edison Company 4.78% Cumulative Preferred Stock, purchased at 24-1/4 (\$25 par value)	\$ 9,824.52
	\$20,000	par value American Tel. & Tel. Company Twenty-eight Year 4-3/8% Debentures, due April 1, 1985, purchased at 101-1/2 to yield 4.28% to maturity	20,350.00
	\$30,000	par value Consolidated Edison Company of New York, Inc., First & Refunding Mortgage Bonds, 4% Series O, due June 1, 1988, purchased at 97-1/4 to yield 4.17% to maturity	29,250.00
	\$30,000	par value Standard Oil Company (Indiana) 4-1/2% Debentures, due October 1, 1983, purchased at 104-3/4 to yield 4.19% to maturity	31,500.00
	\$30,000	par value The Texas Company 3-5/8% Debentures, due May 1, 1983, purchased at 94-3/8 to yield 3.99% to maturity	28,387.50
	\$30,000	par value Texas Electric Service Company 4-1/2% First Mortgage Bonds, due November 1, 1988, purchased at 102-3/4 to yield 4.34% to maturity	30,900.00
	200	Shares Bank of America National Trust & Savings Association Common Stock, purchased at 42 Net	8,400.00
	200	Shares The Chase Manhattan Bank Capital Stock, purchased at 58-5/8 Net	11,725.00
	200	Shares Ohio Edison Company Common Stock, purchased at 58-5/8 (Rosalie B. Hite Fund for Cancer Research)	11,814.72
11/19/58	\$20,000	par value The Pacific Telephone & Telegraph Company Thirty-two Year 4-5/8% Debentures, due November 1, 1990, purchased at 102.625 Net to yield 4.47% to maturity (Rosalie B. Hite Fund for Cancer Research)	20,525.00

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SALES

<u>Date</u>		<u>Security</u>	<u>Net Proceeds</u>
10/21/58	300	Shares Tennessee Gas Transmission Company Common Stock, sold 200 at 32-5/8 and 100 at 32-3/4 (Alfred and Nellie King Graduate Fellowship - College of Engineering Foundation)	\$ 9,680.99
11/19/58	26/50ths	fractional share Commonwealth Edison Company Common Stock (Hogg Foundation: W. C. Hogg Estate Fund)	26.46

REPORT ON TRUST AND SPECIAL FUNDS INVESTMENTS FOR THE FISCAL YEAR ENDED AUGUST 31, 1958. -- The Land and Investment Committee presents a report on the Trust and Special Funds Investments for the Fiscal Year Ended August 31, 1958. During the year, the Committee has made periodical reports of purchases, sales, and other transactions for the various funds, all of which have been duly approved by the Board of Regents. The present report is intended to give a summary of the investments for the various funds as of August 31, 1958. (A copy was distributed at the meeting to each Regent, and the Official Copy is on file in the Office of the Board of Regents.)

ROSALIE B. HITE FUND FOR CANCER RESEARCH (MAIN UNIVERSITY FUND) - RECOMMENDATION RE SALE OF STOCKS. -- Among the common stocks held for the Rosalie B. Hite Fund for Cancer Research in the endowment fund held at the Main University are the following stocks:

<u>Stock</u>	<u>No. of Shares</u>	<u>Book Value</u>	<u>Mkt. Value 11/28/58</u>
Home Insurance Co. Capital Stock	100	\$3,325.00	\$4,450.00
F. W. Woolworth Co. Common Stock	100	4,530.50	5,187.50

It is recommended that the Endowment Officer be authorized to sell the stocks listed above, the price and timing to be subject to the approval of the Staff Investment Committee.

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

M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE - ESTATE OF T. B. KERR. --In 1957, Mr. T. B. Kerr of Port Arthur, Texas, died leaving a will under which his home was devised to the "Cancer Research Foundation" after a life estate in a surviving sister. Thereafter, the sister was appointed Administratrix with Will Annexed and filed a suit in the District Court of Jefferson County, without notice to the University or M. D. Anderson Hospital, in which suit the Court entered a decree declaring the provision for the benefit of "Cancer Research Foundation" of no effect and directing that the home go to the heirs of Mr. Kerr. Mr. Waldrep has reviewed the matter with the Office of the Attorney General and, due to the possibility that the Statute of Limitations might apply, suit has been filed by the Attorney General on behalf of the Board of Regents of the University, as Trustee of the Cancer Foundation, to set aside the judgment of the District Court of Jefferson County. It is recommended that the suit be in all things ratified and such action taken as is necessary to prosecution of the law suit.

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

ROSALIE B. HITE FUND FOR CANCER RESEARCH - REPORT ON CLOSING OF SALE OF 1602-04 ELM STREET, DALLAS, TEXAS TO O. D. ALSABROOK. --As authorized by Resolution of the Board of Regents dated October 25, 1958, sale of the property known as 1602-04 Elm Street in Dallas to O. D. Alsabrook for \$650,000 cash was closed on October 31, 1958, the University's deed being dated October 29, 1958, upon payment of the total consideration. Expenses of the sale were as follows: title policy, \$1,416; commission to Majors & Majors, \$23,750; and recording and miscellaneous \$34.50. Net proceeds to the University amount to \$624,799.50.

ALMA JACOBS HOUSE PINER ESTATE - REPORT ON CLOSING OF SALE OF LOTS IN O'DONNELL, TEXAS TO L. J. HASH. --As authorized by Resolution of the Board of Regents dated October 25, 1958, deed dated November 18, 1958 has been executed and delivered to L. J. Hash covering Lots 6, 7, and 8, Block 101, City of O'Donnell, Texas, upon payment of total consideration of \$500 in cash. The purchaser did not require abstracts or title policy, and there were no expenses connected with the sale.

W. J. McDONALD OBSERVATORY FUND - SALE TO ROY PICKERING OF 125.393 ACRES, S. C. PRICE SURVEY, LAMAR COUNTY, TEXAS (PICKERING PROPERTY). --By Resolution dated October 25, 1958, the Board of Regents authorized sale of the tract of 125.393 acres in the S. C. Price Survey, Lamar County, to Ralph L. Bolton, the present tenant, for \$6,000 payable \$1,000 in cash and the balance \$500 annually with interest at 5%, with the University to retain one-half of the minerals, fully participating, but with leasing rights in the purchaser. Mr. Bolton has been unable to work out the financing but has put the University in touch with Mr. Roy Pickering who owns acreage in the neighborhood, and Mr. Pickering has offered to purchase the property on the terms set out above and has forwarded earnest money in the amount of \$300. It is recommended that the sale to Mr. Pickering be made, that the Resolution of October 25, 1958 authorizing the sale to Mr. Bolton be

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revoked, and that the Board adopt the following Resolution:

WHEREAS, the Board of Regents of The University of Texas, as Trustee of the W. J. McDonald Observatory Fund under the will of W. J. McDonald, deceased, is the owner of a tract of 125.393 acres, known as the "Pickering Property", a part of the S. C. Price Survey, Abstract No. 470, situated in Lamar County, Texas, and particularly described by metes and bounds:

BEGINNING at the Southwest corner of said survey a stake in center of Highway #1498;
THENCE North 2459 feet a stake in center of said Highway #1498;
THENCE East 2326 feet a stake;
THENCE South $1-1/2^{\circ}$ E. 1569 feet a stake;
THENCE South 2° East 849 feet a stake in center of Highway running East and West;
THENCE with center of said Highway South 89° West at 1983 feet the P. T. of Curve that connects the two Highways, in all this course 2387 feet to the place of beginning, containing 130.57 acres of which 5.177 acres are owned by the State Highway Department, leaving 125.393 acres to be sold by the University;

and

WHEREAS, Roy Pickering of Paris, Lamar County, Texas, has made an offer to buy the above tract of land at a price of Six Thousand Dollars (\$6,000.00), payable One Thousand Dollars (\$1,000.00) down and Five Hundred Dollars (\$500.00) annually thereafter with interest at five per cent (5%) per annum to be evidenced by a Promissory Note secured by Vendor's Lien and Deed of Trust, reserving unto the Board of Regents one-half (1/2) interest in and to the minerals, it being the opinion of the Board of Regents that said sale would be advantageous to the W. J. McDonald Observatory Fund and that the same should be accepted:

NOW, THEREFORE, BE IT RESOLVED, that upon payment of the sum of One Thousand Dollars (\$1,000.00) and the execution of note as recited above the Chairman of this Board for and on behalf of the Board of Regents of The University of Texas, as Trustee of the W. J. McDonald Observatory Fund under the will of W. J. McDonald, deceased, be and he is hereby authorized and directed to execute and deliver a proper deed conveying the above property to Roy Pickering, and the Secretary of this Board to attest the deed and affix the common seal of this Board.

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HOGG FOUNDATION: W. C. HOGG MEMORIAL FUND - RENEWAL OF LEASE TO CLASSIFIED PARKING SYSTEM ON BECKER-MYER PROPERTY, TEXAS AND SMITH, HOUSTON, TEXAS. --A five-year parking lot lease to Classified Parking System, a Texas corporation, on the Becker-Myer Property, on the northeast corner of Smith and Texas in Houston, fronting approximately 95 feet on Smith and 127-1/2 feet on Texas, expires January 31, 1959. Rental under this lease is \$350 monthly plus 50% of any gross receipts above \$800 monthly. Total rental since the beginning of the lease has averaged approximately \$482 monthly and for the past year has averaged approximately \$464 monthly. Classified proposes to renew this lease for three years from February 1, 1959 at rental of \$350 per month plus 60% of any gross receipts in excess of \$800 monthly. The lease will carry all other provisions of the current lease, including right of cancellation by the University on sixty days' notice in the event of sale, lease for a term in excess of fifteen years, or election by the University to use the property for anything other than a parking lot. It is understood that plans are under way to open Texas Avenue westward from Smith Street, which should improve this property for parking lot purposes, but it is believed the terms proposed by Classified for three years are reasonable. Therefore, it is recommended that the Board of Regents authorize the lease on the proposed terms, with the instrument to be executed by the Chairman of the Board when approved as to form by the Land and Trust Attorney and as to content by the Endowment Officer.

HOGG FOUNDATION: W. C. HOGG MEMORIAL FUND - REPORT ON REIMBURSEMENT TO MISS IMA HOGG FOR PRO RATA 1958 AD VALOREM TAXES ON WEST COLUMBIA ROYALTY INTERESTS. --On March 15, 1958 the Board of Regents authorized reimbursement to Miss Ima Hogg, when tax statements were available, for 11/12ths of 1958 ad valorem taxes on the West Columbia royalty interests conveyed effective February 1, 1958 to the Board of Regents as Trustee of the Hogg Foundation. Reimbursement to Miss Hogg has now been made, being in the amount of \$1,965.12 for 11/12ths of 1958 State and Brazoria County taxes and \$2,623.36 for 11/12ths of 1958 West Columbia Independent School District taxes. Both tax officers have been requested to place these interests on their exempt rolls effective January 1, 1959.

HOGG FOUNDATION: W. C. HOGG MEMORIAL FUND - VARNER PROPERTIES - REPORT ON LEASE OF 1017 CAPITAL AVENUE, HOUSTON, TEXAS. --On October 25, 1958 the Board of Regents authorized execution by the Chairman of a lease with a new tenant when recommended by the Endowment Officer, with the approval of the Vice President for Fiscal Affairs, to replace the Thom McAn Shoe Store in the 1017 Capitol Avenue space, Pettes Building, Houston, such lease to run not longer than December 31, 1962, and to be at a rental of not less than \$500 per month net to the University. The lease with the Shoe Store was made for ten years in 1948 and expired on November 30, 1958, being at a rental of \$500 per month plus excess rental on certain gross business. No rental above the guarantee of \$500 per month has been collected since 1954. The Shoe Store would not renew, even at the same rental, except on a month-to-month basis. Through the Paul E. Wise Company, the University has received a proposal from Royal Finance

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Company for a lease of this space, amounting to approximately 900 square feet, with the lease guaranteed by Royal Loan Company, the parent company, for the period December 1, 1958 to December 31, 1962 at a rental of \$550 monthly, with commission of 5% to be paid to Paul E. Wise Company on rentals as collected. The lease has been executed by the tenant, and it is recommended that the Board of Regents ratify this action.

HOGG FOUNDATION: W. C. HOGG MEMORIAL FUND - WITHDRAWAL OF OIL AND GAS LEASE TO R. M. JONES ON INTEREST IN TRACT IN CALDWELL COUNTY, TEXAS. --On May 30, 1958 the Board of Regents authorized joinder in an oil and gas lease with Miss Ima Hogg, et al to R. M. Jones covering the Hogg Foundation's one-eighth interest in the minerals of a tract of 176 acres in the Robert Carr 640-Acre Survey, Caldwell County, Texas. The University's share of the bonus amounted to \$66.00. The lease was executed by the University and other Lessors and delivered to Mr. Wm. B. Ferguson on June 13. Several contacts by Mr. Ferguson and by the University with the agent for Mr. Jones have brought no action for payment of the bonus and delivery of the lease, and it is recommended that the Endowment Officer's instructions to Mr. Ferguson for withdrawal of the University's joinder be ratified.

HOGG FOUNDATION: THOMAS E. HOGG ESTATE - JOINDER IN RELINQUISHMENT AND SURRENDER TO R. L. CAPEHEART OF RIGHTS TO USE OF SURFACE OF A TRACT IN SAN PATRICIO COUNTY, TEXAS. -- Mr. Wm. B. Ferguson, attorney for Mrs. Alice N. Hanszen and Mrs. Margaret Wells Hogg, has submitted to the University an instrument of relinquishment and surrender to R. L. Capeheart of certain rights to use the surface of a tract of 9.64 acres in San Patricio County. Total consideration to be paid by R. L. Capeheart is \$280.00. The share of this consideration due the Estate of Thomas E. Hogg is payable to Mrs. Margaret Wells Hogg, Life Tenant, as has been the practice on similar transactions. The Board of Regents as Trustee of the Hogg Foundation: W. C. Hogg Memorial Fund has been asked to join in the instrument as Remainderman under the Will of Thomas E. Hogg. It is recommended that the Board of Regents authorize execution of the instrument by its Chairman upon approval as to form by the Land and Trust Attorney and as to content by the Endowment Officer.

ESTATE OF HAMAH SMITH CALLAWAY - RECOMMENDATION FOR DEMOLITION OF IMPROVEMENTS AT 1206 GUADALUPE, AUSTIN, TEXAS. --The Board of Regents on October 25 declined an offer of \$40,000 for the Callaway property at 1206 Guadalupe, the University's asking price being \$65,000. No definite prospects for sale of the property have yet developed, and it is believed that the University should take its time in disposing of the property and attempt to get something near the asking price. Since the appraisal and asking price are based entirely on land value, it is believed that the property will sell as well or perhaps better with the old 2-1/2 - story brick and masonry residence, together with frame outbuildings, removed from the premises and the lot placed in level condition. Also, this would remove certain hazards involved in holding the improvements vacant. It is therefore recommended that the Board of Regents authorize the staff to advertise for

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bids for demolition and salvage of the improvements and authorize the Endowment Officer with the approval of the Vice President for Fiscal Affairs and the Director of the Physical Plant to enter into a contract for the work. It is expected that some cash consideration to the University can be obtained for the demolition and salvage.

HUNTINGTON LANDS - PROPOSAL FROM PORTER INVESTMENT COMPANY, INC. FOR OIL AND GAS SHOOTING-LEASE OPTION ON APPROXIMATELY 800 ACRES, S. C. BUNDICK LEAGUE, GALVESTON COUNTY, TEXAS. --On October 25 the Board of Regents rejected a proposal from Porter Investment Company, Inc., of Houston for an oil and gas shooting-lease option covering approximately 800 acres of land in the S. C. Bundick League, Galveston County, and authorized the Endowment Officer to negotiate further on the matter. The Porter Investment Company, Inc. now offers \$1.00 per acre for the shooting option and \$10.00 bonus per acre for any lease taken on all or part of the acreage covered by the option, with such lease to provide for a well to be drilled within 90 days from date of lease. It is recommended that the Board of Regents accept this proposal, with other provisions of the agreement to be worked out by the staff with the Porter Company, and that the Chairman be authorized to execute the agreement when approved as to form by the Land and Trust Attorney and as to content by the Endowment Officer.

HOGG FOUNDATION: W. C. HOGG MEMORIAL FUND - PROPOSAL FOR EXCHANGE OF MASSEY PROPERTY (1108 RUSK AVENUE, HOUSTON) FOR CAPITOL AVENUE PROPERTY AND FOR PURCHASE OF CAPITOL AVENUE PROPERTY. --The University received on December 5 a proposal from Mr. T. K. Dixon, Jr. to exchange property on Capitol Avenue in the 1100 block of Capitol Avenue fronting 40 feet on Capitol and extending 100 feet in depth for the Massey Property owned by the Board of Regents as Trustee of the Hogg Foundation: W. C. Hogg Memorial Fund. The Massey Property at 1108 Rusk Avenue in Houston is a parking lot fronting 50 feet on Rusk and extending 100 feet in depth situated one block south of Mr. Dixon's Capitol Avenue property.

Along with the exchange proposal from Mr. Dixon, the University has received a firm proposal from Houston First Federal Savings & Loan Association to purchase the Capitol Avenue property which would be received in the exchange for \$200,000 cash.

Mr. Dixon's Capitol Avenue property is between the present home office of Houston First Federal Savings & Loan Association and the River Oaks Property at the corner of Capitol and Fannin purchased by Houston First Federal Savings & Loan Association from the Board of Regents as Trustee of the Hogg Foundation (Varner Properties) in 1957 for \$400,000 cash, which purchase was for the purpose of constructing a new building for the Association to include several stories of office space. The Association has attempted for some time to acquire Mr. Dixon's property to fit in with its building plan. For personal reasons, Mr. Dixon does not desire to sell his property but is willing to exchange it for other acceptable Houston property.

The University's property on Rusk Avenue is under a parking lot lease to Allright, Inc. and D. M. Carothers, Individually, running from July 1, 1950 to June 30, 1960 at rental of \$1,150 monthly and an

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extension of that lease at the same rental for an additional five years to expire June 30, 1965. It is subject to cancellation by the University on thirty days' notice in the event of sale, long-term lease, or election to improve the property. A small cafe building owned by the tenant, with right of removal, is on the property and is sublet, as approved by the Regents, to Mrs. Pauline Saludis at rental of \$250 per month, increasing to \$300 per month in August, 1959.

This Rusk Avenue property was received under the Will of W. C. Hogg and is carried on the books at \$115,000, based on an appraisal made by Brown C. Irwin in 1940. In 1954, C. E. Woodall and Harry E. Richards, independently, placed a value of \$175,000 on it. Appraisal made in August, 1958 by Neville F. Allison gives a market value of \$187,500.

The only offer of significance in recent years, other than that under consideration, was a proposal from Mr. Wesley West to exchange acreage which he owned in the City of Houston for this property. The Board of Regents declined that proposal and made Mr. West a counter offer to sell the Rusk Avenue property to him for \$200,000 cash, which he rejected.

Taking into consideration the appraised value, proposed building program of Houston First Federal Savings & Loan Association at Capitol and Fannin across the street from the University's Mitchell Property (Bettes Building), and the heavy holdings of Houston real estate by the Board of Regents as Trustee of the Hogg Foundation, it is recommended that Mr. Dixon's proposal for exchange and Houston First Federal Savings & Loan Association's offer for purchase of the property to be received in exchange for \$200,000 cash be accepted by the Board of Regents, and that the Chairman be authorized to execute appropriate agreements or contracts to evidence this action, formal resolutions for exchange and sale to be presented to the Board of Regents for action at its January meeting.

PERMANENT UNIVERSITY FUND -- LAND MATTERS. --(Continued from Page 70)

ASSIGNMENT BY DAVID KER OF BUSINESS SITE EASEMENT TO THREE KERS CO., LTD., COVERING PART OF FORMER PYOTE AIR FORCE BASE AND SUBLEASE BY THREE KERS CO., LTD., TO TEXAS INTERIOR WAREHOUSES, INC. --Lease dated October 17, 1958, to David Ker covering warehouses and appropriate related facilities at the former Pyote Air Force Base, Ward County, was authorized by the Board of Regents on September 19, 1958. At the time, Mr. Ker advised the University that he would expect to enter into one or more assignments of the lease after his attorneys could review the entire matter, and he now requests that the Board of Regents approve his assignment of the lease to Three Kers Co., Ltd., a limited partnership comprised of himself, his former wife, and his daughter and approve sublease by Three Kers Co., Ltd., to Texas Interior Warehouses, Inc. a Texas Corporation wholly owned by Mr. Ker. He has furnished his check for \$50 covering the University's customary fee of \$25 for each of the two instruments. Mr. Ker remains personally liable for the performance of the lease with the University. The lease provides that he shall not assign without the consent

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of the Board of Regents except to a private corporation under his control and management, and the intervening assignment to the limited partnership makes it necessary for him to have the Board's consent. It is recommended that the Board of Regents approve both the proposed assignment and the sublease.

Adoption of Report. -- The foregoing report and recommendations contained therein were unanimously adopted upon motion of Mr. Thompson, seconded by Mr. Johnson.

CENTRAL ADMINISTRATION

BUDGET PREPARATION POLICY, 1959-60 OPERATING BUDGET. -- At the request of President Wilson, Vice-President Dolley presented the following plan of procedure for the preparation of the 1959-60 operating budget:

Inasmuch as the amount of General Revenue Funds to be appropriated for writing the 1959-60 operating budget is unknown at this time, the best basis for preliminary budget preparation is the Legislative Budget Request as submitted October 15, 1958. Accordingly, Institutional Heads are to draft their operating budgets within the total of funds requested for 1959-60 and, in so far as is practicable, they should not exceed the subtotals requested for each department or division. Institutional Heads must be prepared to reduce their recommended expenditures in the event that actual appropriations do not meet the Legislative Request totals.

The Board unanimously agreed to this plan.

AMENDMENT TO BOARD'S RULES AND REGULATIONS: GRADUATE LEGISLATIVE COUNCIL MEMBERSHIP (FINAL APPROVAL). --

The Board, upon a motion duly made and seconded, gave final approval to the amendments to the Rules and Regulations of the Board of Regents as set out below. In compliance with Section 2, Chapter V, Part I of the Rules and Regulations of the Board of Regents, the Secretary had mailed to each Regent under date of May 21, 1958, the Administration's recommendations. The Board adopted these amendments with the understanding that they would be incorporated in the Rules and Regulations now in the process of being revised.

1. Amend the Rules and Regulations of the Board of Regents as set out in the Permanent Minutes, Volume Z, Page 429, entitled "Jurisdiction of the Graduate Legislative Council" by adding a new section to read as follows:

The determination of membership in the Graduate Faculty, the appointment of Associates of the Graduate Faculty, and related matters shall be governed by regulations approved by the Graduate Legislative Council and submitted through appropriate channels to the Board of Regents for final approval.

(This amendment is to clarify the existing jurisdiction of the Graduate Legislative Council.)

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2. Amend the Rules and Regulations of the Board of Regents for the Government of The University of Texas, Sixth Edition, adopted by the Board of Regents March 14, 1936 (With amendments to August 1, 1943), Part II, Chapter III, Section 5, Page 39, by deleting the following:

For future additions to the Graduate Faculty, (1) regular members shall consist of full time professors or associate professors in the Main University of Texas who shall be approved, without time limit, to have charge of resident graduate courses during long sessions; (2) associate members, with seat and voice but without vote, shall consist of members of the general Faculty who have been approved to be temporarily in charge of resident graduate courses during the long session; (3) ex officio members shall consist of the President, Vice-President, and Deans of Schools or Colleges which offer majors for graduate degrees.

a. Regular membership. --Recommendations concerning new graduate courses and changes in the teachers of graduate courses shall be made by the teaching departments concerned, except that the appropriate budget council shall recommend concerning supervisors of master's theses and doctor's dissertations. These recommendations shall be acted upon by the undergraduate dean concerned and sent to the Graduate Dean for action by the Graduate Council and the Graduate Dean. Recommendations concerning the instruction of resident long session graduate courses, without time limit, shall constitute recommendations concerning regular membership in the Graduate Faculty and shall be sent to the Office of the President for approval by the President and the Board of Regents.

b. Associate membership. --The Graduate Council and the Graduate Dean shall give final approval for temporary appointments to teach graduate courses in the long session or summer session. In an emergency, the Graduate Dean may approve teachers of graduate courses for one summer session or one long session. Approval by the Graduate Council and the Graduate Dean of temporary instruction of resident graduate courses in the long session shall constitute associate membership in the Graduate Faculty. Summer appointments shall not confer membership in the Graduate Faculty.

(The areas above deleted are covered by new regulations on Page C-4, Central Administration Docket, dated May 21, 1958. These are included in the docket and are omitted from the recommended amendments to the Rules and Regulations of the Board of Regents set out above, since it is the intention that these be not included in the revision of the Rules and Regulations of the Board of Regents, but be in the Rules and Regulations of the Graduate Legislative Council. Rules and Regulations of the Graduate Legislative Council are approved by the Board of Regents.)

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APPROVAL OF DOCKET, DECEMBER 3, 1958, (INCLUDING SUPPLEMENTAL DOCKET, DECEMBER 9, 1958, AND TRAVEL SUPPLEMENT, MAIN UNIVERSITY). -- Each Regent had been furnished by the President's Office prior to the meeting a docket for Central Administration dated December 3, 1958. To this docket, President Wilson had attached and incorporated as a part of the Central Administration docket, a docket from each of the component units of The University of Texas. At the meeting a supplemental docket for Central Administration and a travel supplement for Main University, both dated December 9, 1958, were distributed (Pages 531, 572). It was moved by Mr. Hardie, seconded by Mr. Thompson, and unanimously adopted that the docket, the supplemental docket, and the travel supplement as described above be approved and attached to and made a part of the Minutes (Page 529).

MAIN UNIVERSITY

REORGANIZATION OF COURSES AT MAIN UNIVERSITY, GRADUATE AND UNDERGRADUATE LEVEL. -- President Wilson reported that in line with the Main University's intention to eliminate the superfluity of course offerings the overall number has been reduced this year by 443 courses or 11.5% (9.7% at the undergraduate level and 14.7% at the graduate level). The College of Business Administration reduced the number of its courses at the undergraduate level by 33% and the College of Education by 21%. The resulting curricula of both colleges are better, and the time and energy of faculty members are being utilized more fully.

The purpose is not to reduce the scope and adequacy of the University's program, but to avoid "unnecessary duplication and unwise proliferation of highly-specialized offerings." Actually, some of these courses were not being offered but they were still carried in the official catalogue. President Wilson further expressed that he thinks this is a wholesome procedure.

A copy of the report has been furnished to each Regent and a copy is in the Secretary's Files, Vol. VI, Page 76.

GRADUATE COUNCIL LEGISLATION: (1) CHANGE IN DEGREE OF MASTER OF FINE ARTS IN DRAMA (2) APPROVAL OF DEGREE OF DOCTOR OF MUSICAL ARTS. -- The following recommendations, in the exact form as presented by the Graduate Legislative Council, were unanimously adopted by the Board upon motion of Mrs. Devall, seconded by Mr. Johnson, subject to the approval of the Texas Commission on Higher Education:

1. Certain Changes in the Catalogue of the Graduate School with respect to the Degree of Master of Fine Arts in Drama. (D. and P., pages 175 and 176*)

In order to reduce the seeming number of different Master's degrees

- a. In Catalogue No. 5809, page 48, in the title Master of Fine Arts in Drama, delete the words in Drama, so that the title will read Master of Fine Arts (MFA)

*Documentation and proceedings of the Graduate Legislative Council.

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- b. to include the fields of applied art and art education, so that the complete statement will read

"The degree is offered in applied art, in art education, in dramatic production, in play production, in playwriting, in drama education, and in dramatic history and criticism."

- c. Throughout this section of the catalogue (pages 48-50) change the phrase "senior and graduate courses" to "courses acceptable for graduate credit."

- d. Change the present itemization under Requirements (pages 49-50) of

- A. Dramatic Production to C. Dramatic Production
- B. Playwriting to D. Playwriting
- C. Drama Education to E. Drama Education
- D. Dramatic History and Criticism to F. Dramatic History and Criticism

- e. Insert (on page 49)

- A. Art (with appropriate statements), and
- B. Art Education (with appropriate statements).

This whole section dealing with the Degree of Master of Fine Arts, as approved by the Graduate Legislative Council, would read:

A. Art.

1. For the degree of Master of Fine Arts with a major in applied art, the equivalent of sixty semester hours of courses acceptable for graduate credit, completed with grades of A or B, is required. (a) Of these sixty semester hours, twenty-four to thirty-six, including Art 698, constitute the major. (b) The remaining twenty-four to thirty-six semester hours constitute the minor, which must include twelve, but no more than eighteen semester hours in the history and criticism of art. The remaining hours must be selected from one or more of the following: art education, science, social science, aesthetics, literature, foreign language, any field outside the Department of Art but related to the major. The proposed course of study must be approved by the graduate adviser in Art, the Dean of the College of Fine Arts, and the Dean of the Graduate School.

2. The thesis shall consist of graphics, paintings, or sculpture together with a written analysis of their development and import. The completed works will be exhibited by the Department of Art and may be retained by the department. The written analysis shall contain adequate illustrations as well as verbal descriptions of the works presented.

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B. Art Education.

1. For the degree of Master of Fine Arts with a major in art education, the equivalent of sixty semester hours of courses acceptable for graduate credit, completed with grades of A or B, is required. (a) Of these sixty semester hours, eighteen to thirty in art education, including Art 682 (seminar in art education) and Art 698, constitute the major. (b) The remaining thirty to forty-two semester hours constitute the minor which must include nine semester hours in the history and criticism of art, and fifteen semester hours in applied art. The remaining hours must be selected from one or more of the following: history and criticism of art, aesthetics, education, science, social science, foreign language, any field outside the Department of Art but related to the major. The proposed course of study must be approved by the graduate adviser in art, the Dean of the College of Fine Arts, and the Dean of the Graduate School.

2. The thesis must be the result of an original and independent investigation approved by the student's adviser. There will be an oral examination covering the field of the thesis.

C. Dramatic Production.

(This is the material which presently appears under Requirements. A, on page 49 of the Graduate Catalogue No. 5809.)

D. Playwriting.

(This is the material which presently appears under Requirements. B, on page 49 of Graduate Catalogue No. 5809.)

E. Drama Education.

(This is the material which presently appears under Requirements. C, on page 50 of Graduate Catalogue No. 5809.)

F. Dramatic History and Criticism.

(This is the material which presently appears under Requirements. D, on page 50 of Graduate Catalogue No. 5809.)

2. Proposal For a New Doctoral Program - Doctor of Musical Arts (D.M.A.)

Amend the Catalogue of The University of Texas (Graduate School) No. 5809, page 41, by insertion, immediately before

General Routine Requirements for All Master's Degrees,
of the following:

THE DEGREE OF DOCTOR OF MUSICAL ARTS (D.M.A.)

The Doctor of Musical Arts degree is offered to candidates who have demonstrated outstanding professional competence and artistic independence together with a broad outlook towards the aesthetic principles of art and the humanities. The degree is given in applied music, composition, and music education. The last gives recognition to certain practical skills which are needed by the professional music educator in much the same way that the degree of Doctor of Education recognizes such skills for the school administrator.

1. Admission -- For admission to the Graduate School, see page 27; for admission to candidacy, see page 35. (These are the same as for the Ph.D. degree)
2. Fields of Study -- Major work toward the degree of Doctor of Musical Arts may be done in the following subdivisions: Applied Music, Composition, and Music Education.
One minor may be in another aspect of music; the other minor must be outside music.
3. For matters relating to Admission to candidacy, Supervising professor, Examinations in foreign languages, and Summary of routine, consult the appropriate sections under the Ph.D. degree on pages 35-38.
4. Doctoral Dissertation -- In applied music, the dissertation will be concerned with the literature of the applied instrument (or voice), or the historical or technical developments of the major instrument. In composition, the dissertation will be a symphonic work of major proportions, a large choral work involving orchestral accompaniment, a ballet, or an opera. For other procedures, consult the section entitled Doctoral Dissertation under the Ph.D. degree on page 36.
5. Submission and Publication of Dissertation -- (a) The written dissertation in applied music and music education will follow the procedures outlined under the Ph.D. degree, page 37. (b) In applied music, the student will be required to deposit, with the graduate school, recordings of all recitals required for the degree. (c) In composition, two copies of the work submitted, together with one completed set of parts, will be deposited with the Graduate School.

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SMALL CLASS REPORT, FALL SEMESTER 1958-59 (HOUSE BILL NO. 133, 55TH LEGISLATURE, R. S., ARTICLE V, SECTION 6), MAIN UNIVERSITY. --The small class report as of the twelfth class day for the fall semester of 1958-59 of The Main University was furnished to each Regent in the Material Supporting the Agenda.

This report had been prepared in accordance with House Bill No. 133, 55th Legislature, R. S. Article V, Section 6, of the Special Provisions and listed the classes in the following categories:

1. Required course for graduation in one or more baccalaureate degree programs. The course is not offered each semester or term, and if cancelled, may affect date of graduation of those enrolled.
2. Required course for graduating seniors in one or more degree programs.
3. Required course for majors in this field and should be completed this semester (or term) to keep proper sequence in courses.
4. Course for which students pay a supplementary fee, and the usual requirements of class size are not considered applicable. (Example: Class Instruction in Applied Music or Applied Art.)
5. Limited Laboratory facilities make it necessary to establish an additional section of this course.
6.
 - a. Course in a small department which offers the minimum number of courses consistent with the maintenance of a balanced departmental program.
 - b. Courses in a large department necessary to maintain a well-balanced departmental program.
7. Graduate course that is required for completion of an advanced degree.
8.
 - a. Interdepartmental course meeting with same course in another department.
 - b. Intradepartmental course meeting with another course in same department.
9. Others:
Adds, drops, and transfers in transit between departments and the Registrar's Office as of the twelfth class day.

The foregoing report was unanimously adopted upon motion of Doctor Minter, seconded by Mr. Hardie. A copy is in the Secretary's Files, Volume VI, Page 86.

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TEXAS WESTERN COLLEGE

SMALL CLASS REPORT, FALL SEMESTER 1958-59 (HOUSE BILL NO. 133, 55TH LEGISLATURE, R. S., ARTICLE V, SECTION 6) TEXAS WESTERN COLLEGE. --The small class report as of the twelfth class day for the fall semester of 1958-59 of Texas Western College was distributed at the meeting.

This report had been prepared in accordance with House Bill No. 133, 55th Legislature, R. S., Article V, Section 6, of the Special Provisions and listed the classes in the same categories as those listed by Main University (Page 86).

The foregoing report was unanimously adopted upon motion of Doctor Minter, seconded by Mr. Thompson, subject to review and approval by the Administration. A copy is in the Secretary's Files, Volume VIa Page 18 .

CENTRAL ADMINISTRATION

RESOLUTION OF APPRECIATION TO DOCTOR JAMES JOHNSON AND MR. LEWIS GRAY JOHNSON. --Below is a resolution of appreciation to Doctor James Johnson and Mr. Lewis Gray Johnson that was unanimously authorized by the Board, upon motion of Mr. Thompson, seconded by Mrs. Devall. (Page 91).

RESOLUTION OF APPRECIATION

WHEREAS, The University of Texas values greatly those traditions which cement bonds of loyalty between the University and its students, its ex-students, and the people of Texas; and

WHEREAS, The song "The Eyes of Texas" has unquestionably become the University's strongest tradition and a great force for stirring the loyalties of its students and its supporters; and

WHEREAS, Dr. James Johnson and Mr. Lewis Gray Johnson have placed on permanent loan with the University the original manuscript of "The Eyes of Texas" as tangible documentary evidence of the origin of this great tradition;

NOW THEREFORE BE IT RESOLVED: That the Board of Regents of The University of Texas hereby expresses to Dr. James Johnson and Mr. Lewis Gray Johnson sincere appreciation for their generosity and thoughtfulness; and

BE IT FURTHER RESOLVED: That copies of this Resolution, signed by the Chairman of the Board of Regents and certified by its Secretary, be sent to Dr. James Johnson and Mr. Lewis Gray Johnson, and that this Resolution be made a part of the official Minutes of the Board of Regents of The University of Texas.

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EXPRESSION OF APPRECIATION TO EL PASO CHAMBER OF COMMERCE. --Upon motion of Mr. Thompson, duly seconded, the Board unanimously authorized that there be sent to the President of the El Paso Chamber of Commerce an appropriate expression of appreciation to the Chamber and to the people of El Paso. A copy of this communication is set out below:

TO THE PRESIDENT OF THE EL PASO CHAMBER OF COMMERCE:

On behalf of the individual members of the Board and the administrative officers and personnel of the University, the Board of Regents of The University of Texas expresses to the El Paso Chamber of Commerce sincere appreciation for the wonderful hospitality shown to the University family during the recent meeting of the Board in El Paso. The most outstanding event of the three-day visit in the beautiful City of the Paso del Norte was the delightful banquet provided by the Chamber of Commerce, but appreciated equally as much were the many gracious courtesies shown to so many of the official party.

The Board of Regents particularly would express appreciation and commendation to the El Paso Chamber of Commerce and to the people of El Paso for their fine support of The University of Texas, and especially for their wholehearted and enthusiastic backing of Texas Western College.

Chairman, Board of Regents

Secretary

SCHEDULED MEETING OF THE BOARD, JANUARY 10, 1959. --It was noted that the Board of Regents had scheduled a one-day meeting in Austin on January 10, 1959, to consider matters primarily relating to Central Administration and the Main University.

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RESOLUTION OF APPRECIATION, LEROY JEFFERS AS CHAIRMAN OF THE BOARD. --There were distributed at the meeting copies of an expression of appreciation to Mr. Leroy Jeffers for his services as Chairman of the Board of Regents for the period February 9, 1957, through November 4, 1958, as prepared by Regent Bryan. At the meeting on October 25, 1958, Mr. Bryan had been selected to prepare an appropriate resolution to be spread on the Minutes.

Since it was not possible for Mr. Jeffers to attend the December 1958 meeting of the Board, it was moved by Mr. Thompson, seconded by Mrs. Devall, and unanimously adopted that this expression of appreciation to Mr. Jeffers, bearing the personal signatures of each of the other Regents, be given to him personally at the time of the January 1959 meeting.

The communication follows:

Mr. Leroy Jeffers
Esperson Building
Houston 2, Texas

December 12, 1958

Dear Leroy:

At the end of a long period of public service you are probably more conscious than ever that the real reward for such service is your personal satisfaction in knowing that the job has been well done.

The standard measurements for such contributions are naturally the plaudits and criticisms from the beneficiaries of your service and from your fellow workers. Your six years of service to your University and State have touched in varying degrees the signers of this document, and we want you to know how fortunate we are to have shared to some extent your fine contributions to the welfare of Texas.

At a period when we are examining the history of the University for the past seventy-five years, we are naturally very conscious of the invaluable contributions that have been made by many of the past chairmen of the Board of Regents. You are joining a group of dedicated men who have given much of their time, energy, and even resources to a cause which is a vital and integral part of this great State. It is a lasting satisfaction to us to know that we have served with one of the finest.

The accomplishments for the years 1957 and 1958 are already in the record, but students of the history of the University in the future will point out that the greatest achievements were not the marks of the period but the development of a firm foundation for the future. This feat was accomplished during a period of great harmony and accord among the many persons and organizations that go to make up the University.

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Your record as a student at the University, your wide reputation as a speaker, your enviable accomplishment in your chosen field of law, and your past contributions as a Regent were well known when you were selected as Chairman, but it has been in this role that you have shown the type of ability and leadership that makes possible a concerted drive by a number of persons toward a common goal. Your understanding and thoughtfulness of others, the depth and sincerity of your feelings, and your unfaltering devotion to our cause have made it possible for you to solidify the thinking and endeavors not only of your colleagues on the Board but also of all of the personnel of the University. You have had the ability to lead and direct without destroying the joy of accomplishment for others.

We shall miss you greatly, but at the same time we are both happy and proud of this wonderful association. You have been a fine leader, a cherished friend, and a dedicated patron of your School.

Sincerely yours,

The Board of Regents
The University of Texas

DEDICATION OF SANTA RITA NO. 1, NOVEMBER 27, 1958. --It is reported for the record that prior to the kickoff at the annual Thanksgiving football game between Texas and A. & M. on November 27, 1958, Santa Rita No. 1, the rig of the first oil well to blow in on West Texas University lands, was dedicated as a permanent campus memorial. Participating in the ceremony were Doctor Logan Wilson, President of The University of Texas; Doctor M. T. Harrington, President of Texas Agricultural and Mechanical College; Mr. J. R. Sorrell, Chairman, and Mr. Leroy Jeffers, member and former Chairman, of the Board of Regents of The University of Texas; and Mr. W. T. Doherty, Chairman of the Board of Directors of Texas Agricultural and Mechanical College. Chairman Sorrell presented Mr. Jeffers who gave the brief dedicatory address.

Santa Rita No. 1 is an oil-soaked drilling rig of the first well to blow in on University lands. This well, located in Reagan County, Texas, was spudded in 1921 and "blew in" in 1923. The oil revenues of the University lands benefit both The University of Texas and Texas Agricultural and Mechanical College. In 1940 Doctor Walter Prescott Webb suggested the rig be brought to the campus as a memorial. Through the sponsorship of the Texas State Historical Association and the donation of the rig by Charles E. Byer, Vice-President of Big Lake Oil Company, the rig was shipped to Austin and stored under the Memorial Stadium stands. Later, because of lack of space, it was moved to various storage places. At the suggestion of Mr. Leroy Jeffers during his tenure as Chairman of the Board, and under the supervision of Mr. Carl Eckhardt, Director of the Physical Plant at the Main University, this blackened rig was erected on the plot at the intersection of San Jacinto Boulevard, 19th and Trinity Streets. It has been mechanized to pump as it once did on the plains of West Texas.

12-12-58

ORIGINAL MANUSCRIPT, "THE EYES OF TEXAS". --For the record it is reported herein that on the gridiron prior to the kickoff at the annual Thanksgiving football game between Texas and A. & M. in Austin on November 27, 1958, Dr. James Johnson and Mr. Lewis Gray Johnson presented to President Wilson for permanent loan to The University of Texas the original copy of "The Eyes of Texas," written by John Lang Sinclair in 1903. Mrs. John Lang Sinclair was present for this presentation. Doctor Johnson and Mr. Johnson came into possession of this document through their father, the late Lewis Johnson, who was a roommate of John Lang Sinclair while at the University.

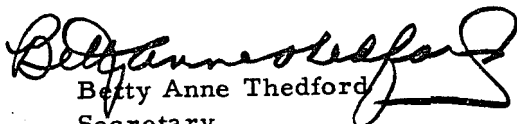
JOINT MEETING OF THE BOARD OF REGENTS AND THE COMMITTEE OF 75, DECEMBER 6, 1958. --For the record it is reported that the Board of Regents of The University of Texas and the Committee of 75 met jointly in Rooms 210-212, R.O.T.C. Building, Main University, Austin, Texas, at 10:00 a.m. December 6, 1958. All members of the Board of Regents except Doctor Minter were present.

On behalf of the Committee, Mr. Ruel Walker, a member, opened the presentation of the report of the Committee of 75 by describing some of the outcomes of the committee service appreciated by members of the Committee.

Mr. Rex G. Baker, Chairman of the Committee of 75, formally presented the Committee's report, copies of which had been previously mailed to each member of the Board and the Committee of 75. After Chairman Sorrell, on behalf of the Board of Regents, had accepted this report, the meeting then adjourned to special rooms for group discussions. One Regent was assigned to each group. At noon the groups reconvened in the Varsity Cafeteria dining room for lunch. Chairman Sorrell presented Regent Jeffers, who spoke of the work of the Committee and the report. President Wilson then made a statement on behalf of the administration, and his comments are attached to copies of the report that are to be distributed, Page 27.

At the luncheon Chairman Sorrell concluded the meeting with the presentation of a citation to each member of the Committee of 75. Citations to those members not present were mailed. Copies of the report of the Committee of 75, the acceptance by President Wilson, and copies of the citation are in the Secretary's Files, Volume VI, Page 95, 97, 129.

ADJOURNMENT. --The Board adjourned at 4:00 p.m. However, inspection tours were scheduled for the Regents on Saturday, December 13, 1958, in addition to their attendance at the inaugural exercises of President Joseph R. Smiley.


Betty Anne Thedford
Secretary

12-12-58

TABULATION OF BIDS
ADDITIONS TO THE TEXAS UNION
MAIN UNIVERSITY, AUSTIN, TEXAS

Opened:
December 4, 1958

Time:
2:00 p. m.

GENERAL CONTRACT

General Contractor	Bid No. 1			
	Base Proposal	Alternate No. 1	Alternate No. 2	Alternate No. 3
1. R. H. Smith & Co. Houston, Texas	\$ 890,700.00	/ 7,200.00	/ 5,600.00	/ 41,100.00
2. Eitze-Kitchens Const. Co. Austin, Texas	936,000.00	/ 6,900.00	/ 6,500.00	/ 40,000.00
3. Fisher Const. Co. Houston, Texas	904,700.00	/ 4,300.00	/ 5,000.00	/ 40,500.00
4. Archie C. Fitzgerald Austin, Texas	827,000.00	/ 3,900.00	/ 6,400.00	/ 41,500.00
5. Rex Kitchens Const. Co. Austin, Texas	983,311.00	-12,422.00	/ 8,907.00	/ 40,767.00
6. B. L. McGee Const. Co. Austin, Texas	913,850.00	/ 3,293.00	/ 5,250.00	/ 40,167.00
7. J. M. Odom Const. Co. and J. M. Odom - Austin, Texas	821,313.00	/ 5,900.00	/ 7,200.00	/ 40,500.00
8. Southwestern Const. Co. Houston, Texas	919,000.00	/ 7,000.00	/ 10,000.00	/ 41,000.00
9. C. D. Yarbrough Const. Co. Austin, Texas	895,136.00	/ 3,300.00	/ 8,000.00	/ 40,000.00

General Contractor	Alternate			
	No. 4	No. 5	No. 6	No. 7
1. R. H. Smith & Co.	/ 23,400.00	/ 10,300.00	/ 17,200.00	/ 7,900.00
2. Eitze-Kitchens Const. Co.	/ 24,000.00	/ 10,000.00	/ 13,600.00	/ 5,800.00
3. Fisher Const. Co.	/ 21,300.00	/ 11,000.00	/ 17,000.00	/ 12,000.00
4. Archie C. Fitzgerald	/ 21,000.00	/ 10,200.00	/ 14,500.00	/ 6,500.00
5. Rex Kitchens Const. Co.	/ 26,743.00	/ 11,220.00	/ 16,966.00	/ 8,488.00
6. B. L. McGee Const. Co.	/ 15,127.00	/ 10,042.00	/ 15,377.00	/ 5,385.00
7. J. M. Odom Const. Co. and J. J. Odom	/ 16,400.00	/ 10,200.00	/ 14,100.00	/ 8,300.00
8. Southwestern Const. Co.	/ 28,000.00	/ 11,000.00	/ 22,000.00	/ 9,000.00
9. C. D. Yarbrough Const. Co.	/ 17,000.00	/ 10,000.00	/ 15,000.00	/ 6,000.00

General Contractor	Alternate			
	No. 8	No. 9	No. 10	No. 11
1. R. H. Smith & Co.	- 1,500.00	- 8,200.00	- 5,300.00	- 2,500.00
2. Eitze-Kitchens Const. Co.	- 1,400.00	- 6,500.00	- 3,800.00	- 2,100.00
3. Fisher Const. Co.	- 1,400.00	- 8,600.00	- 7,300.00	- 2,600.00
4. Archie C. Fitzgerald	- 1,500.00	- 6,700.00	- 5,700.00	- 2,400.00
5. Rex Kitchens Const. Co.	- 2,420.00	- 5,447.00	- 8,500.00	- 800.00
6. B. L. McGee Const. Co.	- 1,400.00	- 4,992.00	- 3,616.00	- 1,869.00
7. J. M. Odom Const. Co. and J. M. Odom	- 1,400.00	- 2,700.00	- 7,600.00	- 1,300.00
8. Southwestern Const. Co.	- 1,700.00	- 4,300.00	- 6,000.00	- 2,300.00
9. C. D. Yarbrough Const. Co.	- 1,200.00	- 3,500.00	- 8,000.00	- 2,200.00

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	Alternate No. 12	Alternate No. 13	Alternate No. 14	Alternate No. 15
<u>General Contractor</u>				
1. R. H. Smith & Co.	- 2,100.00	- 2,700.00	- 600.00	N. C.
2. Eitze-Kitchens Const. Co.	- 2,000.00	- 2,000.00	- 400.00	/ 500.00
3. Fisher Const. Co.	- 2,700.00	- 3,300.00	- 440.00	- 1,500.00
4. Archie C. Fitzgerald	- 3,000.00	- 2,300.00	- 200.00	- 550.00
5. Rex Kitchens Const. Co.	- 4,000.00	- 1,200.00	- 195.00	/ 3,642.00
6. B. L. McGee Const. Co.	- 1,141.00	- 808.00	- 121.00	/ 1,824.00
7. J. M. Odom Const. Co. and J. M. Odom	- 3,000.00	- 2,000.00	- 200.00	/ 1,000.00
8. Southwestern Const. Co.	- 2,500.00	- 2,600.00	- 100.00	/ 800.00
9. C.D. Yarbrough Const. Co.	- 3,000.00	- 1,300.00	- 200.00	- 1,000.00

	Alternate No. 16	Alternate No. 17	Alternate No. 18	Bidders Bond
<u>General Contractor</u>				
1. R. H. Smith & Co.	/ 1,300.00	/ 11,000.00	No Bid	5%
2. Eitze-Kitchens Const. Co.	/ 1,600.00	/ 11,000.00	No Bid	5%
3. Fisher Const. Co.	No Bid	/ 11,000.00	/ 800.00	5%
4. Archie C. Fitzgerald	/ 1,600.00	/ 10,800.00	/ 350.00	5%
5. Rex Kitchens Const. Co.	/ 1,812.00	/ 10,822.00	No Bid	5%
6. B. L. McGee Const. Co.	/ 1,575.00	/ 10,896.00	N. C.	5%
7. J. M. Odom Const. Co. and J. M. Odom	/ 1,700.00*	/ 11,000.00	/ 200.00	5%
8. Southwestern Const. Co.	/ 4,500.00	/ 12,000.00	/ 500.00	5%
9. C.D. Yarbrough Const. Co.	/ 1,800.00	/ 11,000.00	/ 500.00	5%

* To Base Bid Only

ELEVATORS AND DUMBWAITERS

Elevator and Dumbwaiters Contractor	Bid No. 2 Base Proposal	Bidders Bond
1. Hunter-Hayes Elevator Co. Dallas, Texas	49,750.00	5%
2. B. F. Johnson Elevator Co., Inc. Waco, Texas	46,400.00	2,400.00
3. Otis Elevator Co. Dallas, Texas	49,081.00*	5%

* Special Note: We take exception to liquidated damage clause on dumbwaiter only.

12-12-58

KITCHEN EQUIPMENT

<u>Kitchen Equipment Contractor</u>	<u>Bid No. 3 Base Proposal</u>	<u>Alternate No. 6</u>	<u>Bidders Bond</u>
1. Commercial Kitchens, Inc. Houston, Texas	137,136.78	/ 15,119.60	5%
2. General Hotel Supply Co. San Antonio, Texas	135,515.00	/ 9,691.00	5%
3. Metal Arts. Co. Houston, Texas	146,764.00	/ 14,523.00	5%
4. Southern Metal Mfg. Co., Inc. Houston, Texas	148,101.00	/ 15,199.00	9,000.00
5. Southwestern Hotel Supply Co. San Antonio, Texas	154,293.80	/ 13,879.90	5%

MECHANICAL

<u>Mechanical Contractor</u>	<u>Bid No. 4 Base Proposal</u>	<u>Alternate No. 1</u>	<u>Alternate No. 2</u>	<u>Alternate No. 3</u>
1. Pat Farrell, Mech. Cont. Austin, Texas	210,237.00			
2. Gregory-Edwards, Inc. Houston, Texas	225,994.00			
3. Natkin & Co. Austin, Texas	218,822.00			
4. Way Engr. Co., Inc. Austin, Texas	214,200.00	N. C.	N. C.	N. C.
5. Young & Pratt Austin, Texas	216,582.00	N. C.	N. C.	N. C.

<u>Mechanical Contractor</u>	<u>Alternate No. 4</u>	<u>Alternate No. 5</u>	<u>Alternate No. 6</u>	<u>Alternate No. 7</u>
1. Pat Farrell, Mech. Cont.	/ 300.00			
2. Gregory-Edwards, Inc.	/ 407.00		/ 6,359.00	
3. Natkin & Co.	/ 550.00		/ 2,800.00	
4. Way Engr. Co., Inc.	/ 529.00	N. C.	/ 950.00	N. C.
5. Young & Pratt	/ 406.00	N. C.	/ 2,516.00	N. C.

<u>Mechanical Contractor</u>	<u>Alternate No. 8</u>	<u>Alternate No. 9</u>	<u>Alternate No. 10</u>	<u>Alternate No. 11</u>
1. Pat Farrell, Mech. Cont.			- 4,712.00	- 2,935.00
2. Gregory-Edwards, Inc.			- 3,858.00	- 2,971.00
3. Natkin & Co.			- 5,200.00	- 2,975.00
4. Way Engr. Co., Inc.	N. C.	N. C.	- 6,500.00	- 3,100.00
5. Young & Pratt	N. C.	N. C.	- 5,528.00	- 2,763.00

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	<u>Alternate No. 12</u>	<u>Alternate No. 13</u>	<u>Alternate No. 14</u>	<u>Alternate No. 15</u>
1. <u>Mechanical Contractor</u> Pat Farrell, Mech. Cont..	- 3,107.00			
2. Gregory-Edwards, Inc.	- 3,368.00	N. C.	N. C.	
3. Natkin & Co.	- 3,400.00			
4. Way Engr. Co., Inc.	- 3,300.00	N. C.	N. C.	N. C.
5. Young & Pratt	- 3,098.00	N. C.	N. C.	N. C.

	<u>Alternate No. 16</u>	<u>Alternate No. 17</u>	<u>Alternate No. 18</u>	<u>Bidders Bond</u>
1. <u>Mechanical Contractor</u> Pat Farrell, Mech. Cont..			/ 2,719.00	5%
2. Gregory-Edwards, Inc.			/ 4,648.00	5%
3. Natkin & Co.			/ 2,950.00	5%
4. Way Engr. Co., Inc.	N. C.	N. C.	/ 2,700.00	5%
5. Young & Pratt	N. C.	N. C.	/ 2,574.00	5%

PLUMBING

	<u>Bid No. 5 Base Proposal</u>	<u>Alternate No. 1</u>	<u>Alternate No. 2</u>	<u>Alternate No. 3</u>
1. <u>Plumbing Contractor</u> Pat Farrell, Mech. Cont.. Austin, Texas	92,222.00			
2. C.G. Puryear Austin, Texas	111,000.00	N. C.	N. C.	N. C.
3. Fox-Schmidt Austin, Texas	106,333.00			

	<u>Alternate No. 4</u>	<u>Alternate No. 5</u>	<u>Alternate No. 6</u>	<u>Alternate No. 7</u>
1. <u>Plumbing Contractor</u> Pat Farrell, Mech. Cont..				
2. C.G. Puryear	N. C.	N. C.	/ 1,000.00	N. C.
3. Fox-Schmidt			- 1,222.00	

	<u>Alternate No. 8</u>	<u>Alternate No. 9</u>	<u>Alternate No. 10</u>	<u>Alternate No. 11</u>
1. <u>Plumbing Contractor</u> Pat Farrell, Mech. Cont..				
2. C.G. Puryear	N. C.	N. C.	- 70.00	- 70.00
3. Fox-Schmidt			- 113.00	- 113.00

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<u>Plumbing Contractor</u>	<u>Alternate No. 12</u>	<u>Alternate No. 13</u>	<u>Alternate No. 14</u>	<u>Alternate No. 15</u>
1. Pat Farrell, Mech. Cont..	N. C.	N. C.	N. C.	N. C.
2. C.G. Puryear				
3. Fox-Schmidt				

<u>Plumbing Contractor</u>	<u>Alternate No. 16</u>	<u>Alternate No. 17</u>	<u>Alternate No. 18</u>	<u>Bidders Bond</u>
1. Pat Farrell, Mech. Cont..	N. C.	N. C.	N. C.	5%
2. C.G. Puryear			-193.00	5%
3. Fox-Schmidt				

ELECTRICAL

<u>Electrical Contractor</u>	<u>Bid No. 6 Base Proposal</u>	<u>Alternate No. 1</u>	<u>Alternate No. 2</u>	<u>Alternate No. 3</u>
1. A.A. Electric Co. Austin, Texas	167,777.00	400.00	N. C.	N. C.
2. Eugene Ashe Elec. Co. Fort Worth, Texas	175,780.00			
3. O.H. Cummins Elec. Co. Austin, Texas	176,896.00	620.00		
4. Fox-Schmidt Austin, Texas	179,046.00	428.00		
5. Grimes Elec. Co. of Austin Austin, Texas	156,441.00	723.00	N. C.	N. C.
6. W.K. Jennings Elec. Co. Inc. Austin, Texas	155,816.00	500.00		
7. Dean Johnston Austin, Texas	157,998.00	1,569.00	N. C.	N. C.
8. Seco Smith Elec. Co. Austin, Texas	149,427.00	N. C.	N. C.	N. C.
9. Walter A. Tew Elec. Austin, Texas	259,730.00	500.00	N. C.	N. C.

<u>Electrical Contractor</u>	<u>Alternate No. 4</u>	<u>Alternate No. 5</u>	<u>Alternate No. 6</u>	<u>Alternate No. 7</u>
1. A.A. Electric Co.	853.00	N. C.	722.00	N. C.
2. Eugene Ashe Elec. Co.	850.00		1,300.00	
3. O.H. Cummins Elec. Co.	655.00		2,892.00	
4. Fox-Schmidt	544.00		1,803.00	
5. Grimes Elec. Co. of Austin	1,010.00	N. C.	1,770.00	N. C.
6. W.K. Jennings Elec. Co. Inc.	533.00		3,524.00	
7. Dean Johnston	446.00	N. C.	1,998.00	N. C.
8. Seco Smith Elec. Co.	600.00	N. C.	1,500.00	N. C.
9. Walter A. Tew Elec.	600.00	N. C.	1,500.00	N. C.

12-12-58

Electrical Contractor	Alternate No. 8	Alternate No. 9	Alternate No. 10	Alternate No. 11
1. A. A. Electric Co.	N. C.	- 60.00	- 1,930.00	- 380.00
2. Eugene Ashe Elec. Co.		- 85.00	- 2,300.00	- 1,000.00
3. O.H. Cummins Elec. Co.		- 141.00	- 2,291.00	- 1,101.00
4. Fox - Schmidt		- 133.00	- 2,445.00	- 783.00
5. Grimes Elec. Co. of Austin	N. C.	- 52.00	- 1,979.00	- 843.00
6. W.K. Jennings Elec. Co. Inc.		- 24.00	- 2,683.00	- 1,100.00
7. Dean Johnston	N. C.	- 65.00	- 3,412.00	- 2,010.00
8. Seco Smith Elec. Co.	N. C.	- 75.00	- 2,600.00	- 600.00
9. Walter A. Tew Elec.	N. C.	- 70.00	- 1,262.00	- 214.00

Electrical Contractor	Alternate No. 12	Alternate No. 13	Alternate No. 14	Alternate No. 15
1. A.A. Electric Co.	- 735.00	- 853.00	N. C.	N. C.
2. Eugene Ashe Elec. Co.	- 1,800.00	- 900.00		
3. O.H. Cummins Elec. Co.	- 1,764.00	- 964.00		
4. Fox - Schmidt	- 1,781.00	- 1,026.00		
5. Grimes Elec. Co. of Austin	- 1,160.00	- 602.00	N. C.	N. C.
6. W.K. Jennings Elec. Co. Inc.	- 1,800.00	- 818.00		
7. Dean Johnston	- 2,381.00	- 1,078.00	N. C.	N. C.
8. Seco Smith Elec. Co.	- 1,000.00	- 1,200.00	N. C.	N. C.
9. Walter A. Tew Elec.	- 587.00	- 727.00	N. C.	2,000.00

Electrical Contractor	Alternate No. 16	Alternate No. 17	Alternate No. 18	Bidders Bond
1. A.A. Electric Co.	N. C.	N. C.	200.00	5%
2. Eugene Ashe Elec. Co.				5%
3. O.H. Cummins Elec. Co.				5%
4. Fox - Schmidt			- 323.00	5%
5. Grimes Elec. Co. of Austin	N. C.	N. C.	532.00	5%
6. W.K. Jennings Elec. Co. Inc.			200.00	5%
7. Dean Johnston	N. C.	N. C.	763.00	5%
8. Seco Smith Elec. Co.	N. C.	N. C.	- 400.00	5%
9. Walter A. Tew Elec.	N. C.	N. C.	250.00	5%

12-12-58

MECHANICAL AND PLUMBING

Mechanical & Plumbing Contractor	Bid No. 7 Base Proposal	Alternate No. 1	Alternate No. 2	Alternate No. 3
1. J.M Boyer, Mech. Cont. Austin, Texas	287,439.00			
2. Pat Farrell, Mech. Cont. Austin, Texas	299,450.00			
3. A.J. Monier & Co. Inc. San Antonio, Texas	308,898.00			
4. Natkin & Co. Austin, Texas	320,310.00			
5. Young & Pratt Austin, Texas	324,824.00	N. C.	N. C.	N. C.

Mechanical & Plumbing Contractor	Alternate No. 4	Alternate No. 5	Alternate No. 6	Alternate No. 7
1. J.M Boyer, Mech. Cont.	400.00		2,840.00	
2. Pat Farrell, Mech. Cont.	300.00			
3. A.J. Monier & Co. Inc.	362.00		3,200.00	
4. Natkin & Co.	550.00		2,800.00	
5. Young & Pratt	406.00	N. C.	3,576.00	N. C.

Mechanical & Plumbing Contractor	Alternate No. 8	Alternate No. 9	Alternate No. 10	Alternate No. 11
1. J.M. Boyer, Mech. Cont.			- 5,932.00	- 4,633.00
2. Pat Farrell, Mech. Cont.			- 4,712.00	- 2,935.00
3. A.J. Monier & Co. Inc.			- 5,900.00	- 3,880.00
4. Natkin & Co.			- 5,200.00	- 2,975.00
5. Young & Pratt	N. C.	N. C.	- 5,608.00	- 2,843.00

Mechanical & Plumbing Contractor	Alternate No. 12	Alternate No. 13	Alternate No. 14	Alternate No. 15
1. J.M. Boyer, Mech. Cont.	- 3,400.00	N. C.	N. C.	
2. Pat Farrell, Mech. Cont.	- 3,107.00			
3. A.J. Monier & Co. Inc.	- 4,740.00			
4. Natkin & Co.	- 3,400.00			
5. Young & Pratt	- 3,098.00	N. C.	N. C.	N. C.

12-12-58

Mechanical & Plumbing Contractor	Alternate No. 16	Alternate No. 17	Alternate No. 18	Bidders Bond
1. J. M. Boyer, Mech. Cont..			2,629.00	5%
2. Pat Farrell, Mech. Cont..			2,719.00	5%
3. A. J. Monier & Co. Inc.			2,630.00	5%
4. Natkin & Co.			2,950.00	5%
5. Young & Pratt	N. C.	N. C.	2,574.00	3%

PLUMBING AND ELECTRICAL

Plumbing & Electrical Contractor	Bid No. 10 Base Proposal	Bidders Bond
1. Fox - Schmidt Austin, Texas	285,000.00	5%

NOTE: Each bidder submitted only one bond though he may have bid on more than one contract.

12-12-58

TABULATION OF BIDS
STEAM TUNNEL REVISIONS
BETWEEN
STATION "A" AND STATION "C"
MAIN UNIVERSITY, AUSTIN, TEXAS

Opened:
October 28, 1958

Time:
2:00 p. m.

	<u>Contractor</u>	<u>Amount</u>	<u>No. of Working Days</u>	<u>Bidder's Bond</u>
1.	W. D. Anderson Company Austin, Texas	\$ 31,296.00	145	5%
2.	J. C. Evans Construction Company, Inc. Austin, Texas	42,600.00	80	5%
3.	Jones & Hazeltine Construction Company Austin, Texas	32,420.00	100	5%
4.	Tom Holstien, Inc. Austin, Texas	37,641.00	80	5%
5.	Maufrais Bros., Inc. Austin, Texas	34,000.00	120	5%
6.	Richard Schmidt, Contractor Austin, Texas	33,107.00	120	5%
7.	Ray L. Wimberly Austin, Texas	30,900.00	100	5%

\$100,000
BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS
STUDENT UNION REVENUE BONDS
SERIES 1958-A
(Dated October 1, 1958)

Tabulation of Bids Received
December 9, 1958 - 2:00 p.m.

	Russ & Co., Inc. Moroney, Beissner & Co.	Dittmar & Co., Inc. Rotan Mosale & Co.	Underwood, Neu- haus & Co. Eddleman Pollock	F.S. Smithers & Co. Fridley & Freder- king	First Southwest Co. - White, Mas- terson Co.	Rauscher Pierce & Co., Inc.
Coupon Rate for Bonds Maturing	1961 thru 64 4 %	1961 thru 66 4 %	1961 thru 62 4 %	1961 thru 73 3-7/8%	1961 thru 68 3.5 %	1961 thru 69 3.50 %
" " "	1965 thru 70 3-3/4%	1967 thru 70 3.4 %	1963 thru 69 3.75 %	thru %	1969 thru 73 3.75 %	1970 thru 73 3.75 %
" " "	1971 thru 73 3.8 %	1971 thru 73 3.5 %	1970 thru 73 4.00 %	thru %	thru %	thru %
Premium	\$ 36.00	\$ 160.10	\$ 200.00	\$ 120.00	\$ 458.30	\$ Par
Net Interest Cost	\$ 146,947.50	\$ 138,192.90	\$ 150,370.00	\$ 149,765.00	\$ 140,946.70	\$ 140,497.50
Weighted Average Annual Interest Rate	3.79905 %	3.57272 %	3.88753 %	3.8718 %	3.64391 %	3.6323 %
Attached Check	Alamo National Bank San Antonio Amt. \$8,000	Groos National Bank San Antonio Amt. \$8,000	National Bank of Commerce, Houston Amt. \$8,000	American National Bank, Austin Amt. \$8,000	American National Bank, Austin Amt. \$8,000	American National Bank, Austin Amt. \$8,000

BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS
 STUDENT UNION REVENUE BONDS
 SERIES 1958
 (Dated October 1, 1958)

\$1,900,000

SERIES 1958-A - \$ 400,000
 SERIES 1958-B - \$1,500,000

BIDDER	One Coupon Rate	Two Coupon Rates	Three Coupon Rates	Four Coupon Rates	No. of Working Days
Steck Company Austin, Texas	699.50	709.50	719.50	729.50	20
Northern Bank Note Company Chicago, Illinois	679.00	691.50	704.00	716.50	15-20
American Bank Note Company Chicago, Illinois	1,090.00	1,110.00	1,130.00	1,150.00	20
Security-Columbian Banknote Company, Chicago, Illinois	765.00	780.00	795.00	810.00	20