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Austin, Texas
 February 3, 1956
 Meeting No. 551

The Board of Regents of The University of Texas met in regular session in the Office of the President, on Friday, February 3, 1956, at 9:30 a. m. with the following in attendance:

Present

Chairman Sealy
 Vice-Chairman Voyles
 Regent (Mrs.) Devall
 Regent Jeffers
 Regent Johnson
 Regent Lockwood
 Regent Minter
 Regent Oates
 Regent Sorrell
 President Wilson

Absent

(See Pages 30, 36, 63, 67
 as some were excused from
 the meeting because of
 important business.)

Also in attendance at the meeting were Vice-President Boner, Vice-President Dolley, Vice-President Haskew, Assistant to the President Cox, Secretary Thedford, and other administrative officials.

LAND AND INVESTMENT COMMITTEE MATTERS. --Mr. Jeffers, Chairman of the Land and Investment Committee, at the request of the Chair, presented the following reports of the Land and Investment Committee:

MISCELLANEOUS LAND AND INVESTMENT REPORT (This report was adopted by the Board as reflected on Page 14.)

PERMANENT UNIVERSITY FUND--INVESTMENT MATTERS. --

REPORT OF PURCHASES OF SECURITIES. --The following purchases of securities have been made for the Permanent University Fund since the report of December 3, 1955. We ask that the Board ratify and approve these transactions.

UNITED STATES GOVERNMENT BONDS PURCHASED

<u>Issue</u>	<u>Par Value</u>	<u>Purchase Price</u>	<u>Yield Basis*</u>	<u>Principal Cost</u>	<u>Date of Delivery</u>
U. S. Treas., due 2/15/95	\$2,000,000	99.9765625	3.00%	\$1,999,531.25	12/19/55
	2,000,000	100.0312500	3.00	2,000,625.00	12/20/55
	1,000,000	100.1250000	2.99	1,001,250.00	12/21/55
	1,000,000	100.1406250	2.99	1,001,406.25	12/21/55
	1,000,000	100.1562500	2.99	1,001,562.50	12/21/55
	700,000	100.1875000	2.99	701,312.50	12/21/55
	400,000	100.515625	2.98	402,062.50	1/19/56
	700,000	100.5625	2.98	703,937.50	1/27/56
Totals	<u>\$8,800,000</u>			<u>\$8,811,687.50</u>	

held to maturity.

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TEXAS MUNICIPAL BONDS PURCHASED

	<u>Par Value</u>	<u>Purchase Price</u>	<u>Yield Basis*</u>	<u>Principal Cost</u>	<u>Date of Delivery</u>
City of Denton Elec. Rev. Ser. B, dated 11/1/55					
11/1/83/ opt. 61	\$ 22,000	96.328253	3.20%	\$ 21,192.22	12/20/55
due 11/1/85/61	26,000	96.169500	3.20	25,004.07	12/20/55
due 11/1/83/61	37,000	96.332562	3.20	35,643.05	1/11/56
due 11/1/85/61	15,000	96.173514	3.20	14,426.03	1/11/56
Totals	<u>\$100,000</u>			<u>\$ 96,265.37</u>	

held to maturity.

PERMANENT UNIVERSITY FUND--LAND MATTERS. --

CALICHE PERMITS - PROPOSED STANDARD RATE. --Issuance of formal caliche permits was initiated in September, 1947, at which time the Board of Regents approved the issuance of Caliche Permit No. 1 at a rate of 25¢ per cubic yard for caliche removed from University Lands. Since that time, caliche permits have been approved on the basis of such rate but with no minimum amount established. In order to prevent applications for removal of small amounts of caliche from University Lands, the Land and Investment Committee recommends that the rate of 25¢ per cubic yard with a minimum of \$50.00 per permit be approved by the Board as standard rates for caliche permits on University Lands.

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:

CALICHE PERMIT NO. 78, FRANK MONTGOMERY, ANDREWS COUNTY, TEXAS. --This application for a caliche permit to Frank Montgomery provides for the removal of 1228 cubic yards of caliche from Block 11, University Lands in Andrews County, Texas, at the rate of 25¢ per cubic yard. The full consideration in the amount of \$307.00 has been tendered with the application.

CALICHE PERMIT NO. 79, T. B. TRIPP & SONS, CRANE COUNTY, TEXAS. --This application for a caliche permit to T. B. Tripp & Sons provides for the removal of 636 cubic yards of caliche from Block 35, University Lands in Crane County, Texas, at the rate of 25¢ per cubic yard. The full consideration in the amount of \$159.00 has been tendered with the application.

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CALICHE PERMIT NO. 80, FRANK MONTGOMERY, ANDREWS COUNTY, TEXAS. --This application for a caliche permit to Frank Montgomery provides for the removal of 260 cubic yards of caliche from Section 32, Block 10, University Lands in Andrews County, Texas, at the rate of 25¢ per cubic yard. The full consideration in the amount of \$65.00 has been tendered with the application.

CALICHE PERMIT NO. 81, M. H. BOONE, REAGAN COUNTY, TEXAS. --This application for a caliche permit to M. H. Boone provides for the removal of 200 cubic yards of caliche from Section 30, Block 10, University Lands in Reagan County, Texas, at the rate of 25¢ per cubic yard. The full consideration in the amount of \$50.00 has been tendered with the application.

CALICHE PERMIT NO. 82, FRANK MONTGOMERY, ANDREWS COUNTY, TEXAS. --This application for a caliche permit to Frank Montgomery provides for the removal of 492 cubic yards of caliche from a pit in Block 9, University Lands in Andrews County, Texas, at the rate of 25¢ per cubic yard. The full consideration in the amount of \$123.00 has been tendered with the application.

CALICHE PERMIT NO. 83, W. A. FARMER, ANDREWS COUNTY, TEXAS. --This application for a caliche permit to W. A. Farmer provides for the removal of 100 cubic yards of caliche from Block 14, University Lands in Andrews County, Texas, at the rate of 25¢ per cubic yard. The minimum consideration in the amount of \$50.00 has been tendered with the application.

POWER LINE EASEMENT NO. 753, SOUTHWEST ELECTRIC COOPERATIVE, INC., REAGAN COUNTY, TEXAS. --This application for a power line easement to Southwest Texas Electric Cooperative, Inc., covers 346 rods of power line at 5¢ per rod per year in Block 48, University Lands in Reagan County, Texas, for a ten-year period beginning October 15, 1955, and ending October 14, 1965. This line is from a point in the company's present line which serves one of the University's lessees to ranchers owning land north of University Lands. The full consideration in the amount of \$173.00 for the ten-year period has been tendered with the application.

POWER LINE EASEMENT NO. 754, TEXAS ELECTRIC SERVICE COMPANY, ANDREWS COUNTY, TEXAS. --This application for a power line easement to Texas Electric Service Company covers 666 rods of power line at 5¢ per rod per year in Sections 37 and 48, Block 13, and Sections 5, 6, and 8, Block 9, University Lands in Andrews County, Texas, for a ten-year period beginning December 1, 1955, and ending November 30, 1965. The full consideration in the amount of \$333.00 for the ten-year period has been tendered with the application.

POWER LINE EASEMENT NO. 755, TEXAS ELECTRIC SERVICE COMPANY, WARD COUNTY, TEXAS. --This application for a power line easement to Texas Electric Service Company covers 151 rods of power line at 5¢ per rod per year in Sections 5 and 6, Block 16,

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University Lands in Ward County, Texas, for a ten-year period beginning December 1, 1955, and ending November 30, 1965. The full consideration in the amount of \$75.50 for the ten-year period has been tendered with the application.

PIPE LINE EASEMENT NO. 756, EL PASO NATURAL GAS COMPANY, UPTON COUNTY, TEXAS. --This application for a pipe line easement to El Paso Natural Gas Company covers 570 rods of 6-5/8-inch line at \$0.75 per rod in Section 12, Block 58 (330.303 rods), and Section 4, Block 3 (239.697 rods), University Lands in Upton County, Texas, for a ten-year period beginning January 1, 1956, and ending December 31, 1965. The full consideration in the amount of \$427.50 for the ten-year period has been tendered with the application. () See Page 707.

PIPE LINE EASEMENT NO. 757, EL PASO NATURAL GAS COMPANY, UPTON COUNTY, TEXAS. --This application for a pipe line easement to El Paso Natural Gas Company covers 52.545 rods of 4-1/2-inch line at \$0.50 per rod in Section 12, Block 58, University Lands in Upton County, Texas, for a ten-year period beginning December 1, 1955, and ending November 30, 1965. The minimum consideration in the amount of \$50.00 for the ten-year period has been tendered with the application. () See Page 707.

CATHODIC PROTECTION UNIT EASEMENT NO. 758, EL PASO NATURAL GAS COMPANY, REAGAN COUNTY, TEXAS. --This application for a cathodic protection unit easement to El Paso Natural Gas Company covers construction, maintenance, and operation of a cathodic protection unit by the lessee on the company's already established and paid for pipe line easement (No. 623, expiring April 30, 1964, in the NE/4 of Section 36, Block 2, University Lands in Reagan County, Texas), the easement to be for a period beginning January 1, 1956, and ending April 30, 1964. The lessee will have the right at any time to cancel the cathodic protection unit easement without refund of rental by giving the lessor written notice of its intention to cancel. A rental payment in the amount of \$50.00 for the period has been tendered with the application.

PUMP STATION SITE EASEMENT NO. 759, PHILLIPS PIPE LINE COMPANY, REAGAN COUNTY, TEXAS. --This application for a pump station site easement to Phillips Pipe Line Company covers a five-acre tract in Section 13, Block 12, University Lands in Reagan County, Texas, for use as a pump station site, the easement being for a ten-year period beginning January 1, 1956, and ending December 31, 1965. Rental in the amount of \$500.00 for the ten-year period has been tendered with the application, being at the University's standard rate of \$10.00 per acre per year.

BOOSTER STATION SITE EASEMENT NO. 760, PHILLIPS PETROLEUM COMPANY, ANDREWS COUNTY, TEXAS. --This application for a booster station site easement to Phillips Petroleum Company covers a twenty-acre tract in the W/2 of Section 31, Block 9, University Lands in Andrews County, Texas, for use as a

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booster plant site to be erected, maintained and operated by lessee, the easement being for a ten-year period beginning December 1, 1955, and ending November 30, 1965. Rental in the amount of \$2,000.00 for the ten-year period has been tendered with the application, being at the University's standard rate of \$10.00 per acre per year.

BUSINESS SITE EASEMENT NO. 761, C. O. WILKERSON, REAGAN COUNTY, TEXAS. --This application for a business site easement to C. O. Wilkerson covers a plot of land 200 feet by 200 feet in Section 7, Block 11, University Lands in Reagan County, Texas, for use as a pipe line construction yard, the easement being for a period of one year beginning January 1, 1956, and ending December 31, 1956, with an option to extend and renew the lease from year to year but not to exceed a total period of ten years from January 1, 1956, by payment in advance of the annual rental in the amount of \$150.00. The consideration for the first year's rental has been tendered with the application. (Supersedes Easement No. 538 to Smith and Lingle Construction Company, permitted to expire by its terms on 7/31/55.)

ASSIGNMENT OF PIPE LINE EASEMENT NO. 639 FROM PHILLIPS PETROLEUM COMPANY TO STANOLIND OIL AND GAS COMPANY, ANDREWS COUNTY, TEXAS. --Under date of May 28, 1954, the Board of Regents granted a pipe line easement to Phillips Petroleum Company covering 7,579.1 rods of 3-inch and 4-inch pipe line at \$0.25 per rod, in Block 13, University Lands in Andrews County, Texas, for a ten-year period beginning December 1, 1954, and ending November 30, 1964, the company paying the full consideration in the amount of \$1,894.78 for the ten-year period at the time of application. Application has now been filed for assignment of Easement No. 639 from Phillips Petroleum Company to Stanolind Oil and Gas Company since Stanolind now operates these pipe lines as a part of the Fullerton Gas Systems and has control of the right-of-way involved in the easement. The easement provides that assignment must be approved by the Board of Regents.

RELINQUISHMENT OF CAMP SITE EASEMENT NO. 707, GULF OIL CORPORATION, ANDREWS COUNTY, TEXAS. --Under date of March 12, 1955, the Board of Regents granted a camp site easement to Gulf Oil Corporation covering a site of seven acres in Section 11, Block 13, University Lands in Andrews County, Texas, for a one-year period beginning April 18, 1955, and ending April 17, 1956, with an option to renew from year to year, not to exceed a total period of ten years from and after April 18, 1955, by payment of an annual rental in advance of \$70.00. Gulf Oil Corporation has now notified the University of its intention to relinquish Camp Site Easement No. 707, described above, and has executed a release agreement.

WATER PERMIT NO. 65, BIG LAKE OIL COMPANY, REAGAN COUNTY, TEXAS, --Big Lake Oil Company, operating on University Lands in Reagan County, Texas, furnished water to Llano Drilling Company to supplement the drilling company's own water supply for the drilling of a well on University Lands about two miles northeast of the Big Lake Oil Field. University Land Agent Compton requested that Big Lake Oil Company pay royalty to the University for water sold to the Llano Drilling Company, such royalty to be at the rate of 10% of the proceeds from water sold. Accordingly, Big Lake Oil

Company has now submitted a royalty payment in the amount of \$158.00 for excess water produced on University Lands and disposed of for drilling purposes, this payment being 10% of the gross proceeds received from water sold. Mr. Compton has recommended that the royalty payment of \$158.00 be accepted by the University and a retroactive permit granted to Big Lake Oil Company for the period August through October, 1955, the period when such water sales were made to Llano Drilling Company.

GAP FILLER SITE AND ROAD ACCESS EASEMENT NO. 762, UNITED STATES GOVERNMENT, DEPARTMENT OF THE ARMY, HUDSPETH COUNTY, TEXAS. -- The United States Government, through the Department of the Army, Corps of Engineers, Albuquerque District, Fort Bliss, Texas, has submitted an application for a gap filler site and road access easement in Sections 19 and 24, Block J, University Lands in Hudspeth County, Texas. The gap filler site would be located on a plot of ground 115' x 120' containing approximately 0.32 of an acre, more or less, on Section 24, and would be fenced. The 60' access road right-of-way requested would run across Sections 19 and 24, from the section corner for Sections 13 and 24, Block J, and Sections 18 and 19, Block K, and would contain approximately 4.78 acres, more or less, of University Lands from its point of takeoff in Farm Road No. 1111 to the gap filler site. Although the right-of-way requested is 60' in width, the application states that the road will be 10' in width with a 6' shoulder on each side, thereby making a 22' road. The easement is for the period beginning February 1, 1956, and ending June 30, 1956, with the provision that unless and until the Government gives 30 days' written notice of termination, it shall remain in force thereafter from year to year without further notice, but such period not to exceed a total of twenty-five years from February 1, 1956. Although the rental of \$25.00 annually, payable at the end of each year, is less than the established University rate of \$10.00 per acre per year for any one easement site, it is recommended that the Board accept the proposal submitted and that the Chairman of the Board be authorized to execute the instrument for the above-described gap filler site and road access easement upon approval of the instrument as to form by the Land and Trust Attorney and as to content by the Endowment Officer. (See Vol. IV.

CALICHE PERMIT NO. 84, FRANK MONTGOMERY, ANDREWS COUNTY, TEXAS. -- This application for a caliche permit to Frank Montgomery provides for the removal of 632 cubic yards of caliche from Section 8, Block 8, and Section 36, Block 11, University Lands in Andrews County, Texas, at the rate of 25¢ per cubic yard. The full consideration in the amount of \$158.00 has been tendered with the application.

PIPE LINE EASEMENT NO. 763, PASOTEX PIPE LINE COMPANY, HUDSPETH COUNTY, TEXAS. -- This application for a pipe line easement to Pasotex Pipe Line Company covers 3,907.13 rods of 20-inch line at \$1.50 per rod in Sections 18, 7, 8, 9, 10, 11, and 12, Block K; and Sections 7, 8, 9, 10, 3, 2, and 1, Block L,

University Lands in Hudspeth County, Texas, the 33-foot strip right-of-way lying to the north of, parallel and adjacent to the existing University Easement No. 53, dated April 24, 1931, with supplemental agreement on April 30, 1952. The proposed easement is for a period of ten years beginning November 1, 1955, and ending October 31, 1965. The full consideration in the amount of \$5,860.70 for the ten-year period has been tendered with the application. (At the October 13, 1955, meeting of the Board, approval was given to an amendment to Easement No. 53 so as to permit Pasotex to lay the 20-inch line within the present right-of-way under Easement No. 53; but subsequent study by Pasotex of the proposed line indicated that a separate right-of-way easement would be more advantageous.)

TRUST AND SPECIAL FUNDS--INVESTMENT MATTERS--

REPORT OF PURCHASES AND SALES AND REDEMPTION OF SECURITIES. --The following purchases and sales and redemption of securities have been made for the Trust and Special Funds since the report of December 3, 1955. We ask that the Board ratify and approve these transactions:

PURCHASES

Date	Security	Total Cost
1/ 9/56	\$8,500 maturity value U. S. Savings Bonds, Series J, dated January 1, 1956, due January 1, 1968 (Stadium Improvement Bond Fund, Series 1948)	\$ 6,120.00
	\$9,500 maturity value U. S. Savings Bonds, Series J, dated January 1, 1956, due January 1, 1968 (Hospital Bonds)	6,840.00
	\$1,000 par value U. S. Savings Bonds, 2.76% Series K, dated January 1, 1956, due January 1, 1968 (La Verne Noyes Foundation)	1,000.00
1/12/56	100 Shares American Smelting and Refining Company Common Stock, purchased at 50-1/4 per share	5,065.03
	50 Shares Bethlehem Steel Corporation Common Stock, purchased at 158-3/4 per share	7,962.50
	100 Shares International Harvester Company Common Stock, purchased at 37-1/8 per share	3,746.06
	100 Shares Norfolk & Western Railway Company Common Stock, purchased at 62-1/4 per share	6,266.23
	100 Shares The Timken Roller Bearing Company Capital Stock, purchased at 69 per share	6,941.90

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PURCHASES (Continued)

Date	Security	Total Cost
1/12/56	50 Shares Union Pacific Railroad Company Common Stock, purchased at 180 per share (Hogg Foundation: W. C. Hogg Estate Fund)	9,025.00
	50 Shares Bethlehem Steel Corporation Common Stock, purchased at 158-3/4 per share	7,962.50
	100 Shares Norfolk & Western Railway Company Common Stock, purchased at 62-1/4 per share	6,266.23
	100 Shares The Timken Roller Bearing Company Capital Stock, purchased at 69 per share	6,941.90
	50 Shares Union Pacific Railroad Company Common Stock, purchased at 180 per share (Hogg Foundation: Varner Properties)	9,025.00
1/16/56	\$8,000.00 par value U. S. 3% Treasury Bonds of 1995, due February 15, 1995, purchased at 100.59375 Net to yield 2.97%. Interest paid to January 17, 1956 (W. J. McDonald Observatory Fund)	8,047.50
	\$7,000.00 par value Ditto (Student Property Deposit Scholarship Fund)	7,041.57
	\$3,000.00 par value Ditto (Texas Veterans of World War II Memorial Scholarship Fund)	3,017.81
1/19/56	40 Shares The American Tobacco Company 6% Cumulative Preferred Stock, purchased at 143 and 144 (20 Shs. each price) per share (Will Rogers Memorial Scholarship Fund)	5,780.00
1/20/56	\$500.00 par value U. S. Savings Bonds, 2.76% Series K, dated January 1, 1956, due January 1, 1968 (Texas Veterans of World War II Memorial Scholarship Fund)	500.00

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SALES AND REDEMPTION

Date	Security	Net Proceeds
11/29/55	100 Rights for Radio Corporation of America 3-1/2% Convertible Subordinated Debentures, due 12/1/80 (Hogg Foundation: W. C. Hogg Fund)	\$ 65.00
	400 Rights Ditto (Funds Grouped for Investment)	259.99
1/ 3/56	14/100ths of one share of The Dew Chemical Company Common Stock (Funds Grouped for Investment)	8.17
1/ 9/56	16/25ths of one share of Gulf Oil Corporation Capital Stock (Wilbur S. Davidson Educational Fund)	56.66
	4/25ths Ditto (Rosalie B. Hite Endowment for Cancer Research)	14.16
	\$1,000.00 par value Baltimore & Ohio Railroad Company Refunding & General Mortgage 5% (2% Fixed and 3% Contingent Interest) Bond, Series G, due 12/1/95, called for redemption 12/1/55 at 105 (Burleson Texas History Prize Endowment Fund)	1,050.00
1/31/56	20/100ths of one share of Monsanto Chemical Company Common Stock (Funds Grouped for Investment)	

TOREADOR ROYALTY CORPORATION - APPOINTMENT OF PROXIES TO ATTEND ANNUAL MEETING OF STOCKHOLDERS TO BE HELD MARCH 6, 1956, IN DALLAS, TEXAS. --Notice has been given that the annual meeting of the stockholders of the Toreador Royalty Corporation will be held in Room 2106, Tower Petroleum Building, Dallas, Texas, on Tuesday, March 6, 1956, at 11:00 A. M. The Land and Investment Committee recommends that the Board of Regents authorize Chairman Sealy to execute a proxy on behalf of the Board of Regents of The University of Texas as Trustee, owners of the Preferred Stock of Toreador Royalty Corporation, whereby Wm. W. Stewart, Endowment Officer of the University, and James L. Shepherd, and each or either of them, are appointed proxies to represent the Board of Regents at the forthcoming annual meeting of the stockholders, and at any adjournment thereof, and to vote thereat ~~all~~ stock of the Board of Regents of The University of Texas, as Trustee, upon the election

() See Page 564.

of Directors and such other matters as may properly come before the meeting, with specific authority for the proxies to vote in favor of themselves, Wm. W. Stewart and James L. Shepherd, as Directors of Toreador Royalty Corporation, to be elected by the holders of the Preferred Stock of the Corporation pursuant to the by-laws of the Corporation.

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

HOGG FOUNDATION: VARNER PROPERTIES - REPORT ON SETTLEMENT OF AD VALOREM TAX EXEMPTION STATUS ON PROPERTIES IN CITY OF SAN ANTONIO, TEXAS. --Based upon the action of the San Antonio City Council on September 29, 1955, in denying the petition of the Board of Regents for tax exemption on the three Varner Properties in San Antonio, Texas, the Board of Regents at its meeting held on October 13, 1955, authorized the University administration to arrange with the Attorney General of the State of Texas for filing of a suit for declaratory judgment to establish the tax exempt status of the properties, if the Attorney General approved such suit. The Attorney General approved, and preparation of the suit was in progress when the University learned that the City officials might be willing to go into the matter further. On January 4, 1956, Land and Trust Attorney Gaines and Endowment Officer Stewart conferred with the City Manager and City Attorney. Judge Gaines again reviewed the position of the University and the legal principles involved; and on January 12, the City Council passed an ordinance exempting the properties during the period of the University's ownership. The City of San Antonio has already notified the purchasers of the Gunter and Negley Properties that their pro rata tax payments which had been tendered to and returned by the City will now be accepted. The Endowment Officer will proceed with arrangements for termination of the bonds given in connection with the Gunter and Negley sales as soon as possible under their terms.

0 See Page 722.

TEXAS WESTERN COLLEGE - GROUND LEASE TO PEYTON PACKING COMPANY ON COTTON ESTATE PROPERTY, CITY OF EL PASO, TEXAS. --A proposed ground lease has been submitted by Business Manager A. A. Smith and approved by President Dysart E. Holcomb of Texas Western College on 6.217 acres, more or less, of the Cotton Estate Property in El Paso, Texas, to Peyton Packing Company. The lease is for a period of five years beginning March 1, 1956, and ending February 28, 1961, at an annual rental of \$1,500.00. The University reserves the right to cancel the lease upon giving six months' written notice to Lessee if a third party should offer to take a lease for a period of ten or more years on all or a major portion of the tract at a rental rate considerably higher than provided for in the proposed lease to Peyton Packing Company, the Lessee having the first right of refusal to re-negotiate a new lease subject to such terms and conditions as proposed by a third party. Mr. Smith has pointed out that the proposed rental rate is considerably less than that paid on other commercial leases on the Cotton Estate Property but that the land involved is far removed from any of the other commercial lease sites and the prospects not

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good for any interest in or demand for the particular property for a long-term lease for which a higher rental could be charged. The land involved has been farmed up until now and rental has been approximately \$100 per acre per year from the farming operation. The Land and Investment Committee recommends that the Board approve the ground lease as outlined and authorize the Chairman to execute the lease instrument upon its approval as to form by the University Land and Trust Attorney and as to content by the Endowment Officer.

TEXAS WESTERN COLLEGE - SALE OF ONE ACRE TO THE AMERICAN TELEPHONE AND TELEGRAPH COMPANY OUT OF COTTON ESTATE ACREAGE, NOYES-RAND SURVEY, CITY OF EL PASO, TEXAS.--Business Manager A. A. Smith of Texas Western College has negotiated with the American Telephone and Telegraph Company for the sale to the Company of a one-acre tract out of the Cotton Estate acreage in Section 131, Noyes-Rand Survey, El Paso County, Texas, such site to be used for the building and operation of an equipment building and tower in connection with the company's plan to establish a mitro-wave system of communications between Albuquerque, New Mexico, and El Paso, Texas. The negotiated price is \$2,000 for the acre of land with the understanding that the deed of conveyance will contain a perpetual 50-foot road access right-of-way easement grant, the University to reserve the right to use such road and to relocate by dedication a comparable access road. This one-acre tract is part of a 140-acre tract lying on the western slope of the Franklin Mountains north of the City of El Paso, the tract having recently been appraised by the El Paso Board of Realtors at \$150 per acre based on an attempt to anticipate the market value of the land ten years hence. All of the tract is very rough and the one-acre tract desired by the telephone company is located on top of one of the highest peaks in the entire area. Improvements to be made by the telephone company in building a road and in bringing utilities to the site will definitely enhance the value of the surrounding land. Mr. Smith and President Holcomb have recommended sale of the one-acre tract to the telephone company on the terms as outlined. It is recommended that the Board approve the sale of the one-acre tract to the American Telephone and Telegraph Company and authorize the Chairman to execute a deed to the property, such instrument to be approved by the University's Land and Trust Attorney as to form and by the Endowment Officer as to content. It is further recommended that the Endowment Officer be authorized to effect delivery of the deed upon payment of the purchase price.

TRUST AND SPECIAL FUNDS--SPECIAL MATTERS:

HOGG FOUNDATION: VARNER PROPERTIES - ACCOUNTING PROCEDURES. --The Board of Regents acquired in 1952 all of the assets of Varner Company, consisting principally of real estate in Houston and San Antonio, with an agreed net value, after the liabilities of Varner Company, of approximately \$6,600,000. Acquisition was by purchase of all of the Varner Company stock along with notes of the Company held by the stockholders, and liquidation of the Company. Approximately one-third of the stock

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was acquired by purchase from Miss Ima Hogg. Hogg Foundation already owned the remainder interest in one-third of the stock under the will of Thomas E. Hogg, and the life interest in that one-third was purchased from Mrs. Margaret Wells Hogg. The remainder interest in the other one-third of the Varner Stock was already owned by the University under the will of Mike Hogg providing for a fund for the benefit of a department of municipal government. The life interest in this one-third was purchased from Mrs. Alice Nicholson Hanszen. The greater part of the consideration in each of these three purchases was payable in semiannual installments and evidenced by promissory notes executed by the Board of Regents as Trustee of the Hogg Foundation: W. C. Hogg Memorial Fund.

The notes payable to Mrs. Margaret Wells Hogg and to Mrs. Alice N. Hanszen have been prepaid at a discount in accordance with their terms, using approximately \$1,500,000 of principal cash realized from sale of part of the Varner real estate. The most significant effect of this from the standpoint of proper accounting on the Varner Properties, since Hogg Foundation: W. C. Hogg Memorial Fund had full ownership (subject to the notes given in purchase) of the Varner Properties after the acquisition in 1952 except for the remainder in approximately one-third of the properties passing to the University under the will of Mike Hogg, is that approximately \$750,000 of the principal or remainder interest passing under the will of Mike Hogg would thus appear, until appropriate adjustments have been made, to have been used for the payment of obligations owed by Hogg Foundation: W. C. Hogg Memorial Fund.

All documents relating to the acquisition, including assignments from the former stockholders, deeds to real estate executed upon liquidation of Varner Company, notes payable to the former stockholders executed by the Board of Regents, and minutes of the Board of Regents, set out the acquisition as being in the name of Hogg Foundation: W. C. Hogg Memorial Fund. However, we believe that the minutes of the Board to date may leave open certain questions that should be determined so that the staff may handle the accounting procedures and reports on the Varner Properties in the best possible manner.

Therefore, we recommend that the Board of Regents determine as follows:

1. That the acquisition in 1952 in the name of the Board of Regents as Trustee of the Hogg Foundation: W. C. Hogg Memorial Fund was in its entirety, particularly including the life interest acquired from Mrs. Alice Nicholson Hanszen, an acquisition and investment for Hogg Foundation: W. C. Hogg Memorial Fund.
2. That all payments made in the Varner acquisition for the various interests so acquired by the Board for Hogg Foundation: W. C. Hogg Memorial Fund be charged against funds to which Hogg Foundation: W. C. Hogg Memorial Fund is entitled, and that proper accounting adjustments be made for any funds that may have been so applied out of the remainder interest passing under the will of Mike Hogg.

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3. That the University staff report to the Board in due course recommended accounting adjustments in condensed form for the Board's approval prior to making such adjustments, and that the staff recommend to the Board the principal points of a revised accounting procedure for the Varner Properties.

INTEREST ON TRUST FUNDS TIME DEPOSITS. --It is recommended that the Board of Regents approve transfer of the balance of \$50,260.91 in the Undistributed Interest on Trust Funds Time Deposits as at August 31, 1955, to the Main University - Current Funds General - Unappropriated Balance Account, and that the Board approve crediting interest received on Trust Funds Time Deposits after August 31, 1955, to Main University - Current Funds - Educational and General - Estimated Income. Details are set out in the following memorandum from Comptroller Sparenberg to President Wilson, dated December 9, 1955, and approved by President Wilson:

"The monthly financial report for Main University, Central Administration, etc., as at August 31, 1955, shows a balance of \$50,260.91 in Account No. 318, Current Restricted Funds - Undistributed Interest on Trust Funds Time Deposits. The monthly financial report for Main University as at October 31, 1955, shows a balance of \$53,652.65 in Account No. 4650, Current Restricted Funds - Undistributed Interest on Trust Funds Time Deposits.

"A check of our files indicates that the balance in the account entitled Undistributed Interest on Trust Funds Time Deposits has been building up since September, 1949, and that, apparently, no official action has ever been approved by the President and the Regents in regard to distributing this income received as interest on Trust Funds Time Deposits. Theoretically and technically, I think it would be right to say that if it were not for the mechanical problems involved, this interest should probably be applied as credits to the various trust funds from which the time deposits were made. As Mr. Simmons indicated in a letter to Judge D. K. Woodward, Jr., Chairman of the Board of Regents, dated February 22, 1950, implementing this proposition presents one of those situations that is 'easier said than done.' The mechanical and other problems involved in prorating this interest to literally hundreds of small and large funds over a period of years would be enormous. Another method of solving this problem would be to credit this interest as it comes along to the Current General Funds - Estimated Income Account, as reimbursement for part of the expenses of handling these funds by the Administrative and Business Offices of the University, for which no charge is made to the various trust funds involved. I think that this latter method is justifiable under the circumstances, because I am sure that the total expenses of the Administrative and Business Offices of the Central Administration and of the Main University involved in handling our multitudinous endowment and trust funds are far more than the interest received on Trust Funds Time Deposits.

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"I recommend, therefore, that the balance of \$50,260.91 in the Undistributed Interest on Trust Funds Time Deposits Account as at August 31, 1955, be transferred to the Main University - Current Funds General - Unappropriated Balance Account, and that interest received on Trust Funds Time Deposits after August 31, 1955, be handled as credits to Main University - Current Funds - Educational and General - Estimated Income.

"It is to be remembered, of course, that the Central Administration Budget is entitled to some of this income just the same as the General Budget of the Main University, and that appropriations from this source to the Central Administration Budget can be authorized later when, as, and if needed.

"I recommend that we continue to handle Interest on General Funds Time Deposits as credits to Current Funds General - Estimated Income and that we continue to handle Interest on Construction Funds Time Deposits as credits to Unexpended Plant Funds.

"This recommendation, if approved by you, should also be approved by the Board of Regents and probably should be routed through the Regents' Land and Investment Committee.

(Signed) C. H. Sparenberg
Charles H. Sparenberg, Comptroller

We concur in the Comptroller's
recommendation:

(Signed) Scott Gaines
Scott Gaines, University Attorney

(Signed) Wm. W. Stewart
William W. Stewart, Endowment Officer

(Signed) J. C. Dolley
James C. Dolley, Vice-President"

Adoption of Report. --Mr. Jeffers moved the adoption of the foregoing report and the recommendations contained therein. Mr. Johnson seconded this motion which carried.

PIPE LINE EASEMENT NO. 750, TEXAS-NEW MEXICO PIPE LINE COMPANY, CRANE COUNTY, TEXAS. --This application for a pipe line easement to Texas-New Mexico Pipe Line Company covers 1,206.3 rods of 6-5/8 inch line at \$0.75 per rod in Block 30, Section 43; and Block 31, Sections 39, 46, 47, and 48, University Lands in Crane County, Texas, for a ten-year period beginning April 1, 1956, and ending March 31, 1966. The full consideration in the amount of \$904.73 for the ten-year period has been tendered with the application. (Renewal of Easement No. 271). This easement was approved at the December 2-3, 1955, meeting of the Board as a part of the Land and Investment Committee Report that was adopted upon motion of Mr. Jeffers, seconded by Mr. Johnson, but was inadvertently omitted from the multigraphed copy of the December minutes.

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PROJECT TEX. 41-CH-26, MAIN UNIVERSITY KINSOLVING DORMITORY - PROPOSED SALE OF \$4,150,000 PAR VALUE BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS DORMITORY REVENUE BONDS, SERIES 1956, AND NECESSARY RESOLUTIONS FOR ISSUANCE OF BONDS. --The Board received the following report of the Land and Investment Committee with the statement "In the event the Board concludes to sell the bond issue to the U. S. Government on its bid as submitted and votes to proceed with the construction of the Kinsolving Dormitory as previously planned, We (the Board of Regents) think the resolutions are in due form."

0 See P. 402.

Pursuant to authorization granted at the December 3, 1955, meeting of the Board of Regents, Endowment Officer Stewart ran an advertisement in the Bond Buyer, calling for sealed competitive bids on February 2, 1956, at 10:00 A. M., for the purchase of \$4,150,000 par value Board of Regents of The University of Texas Dormitory Revenue Bonds, Series 1956, the proceeds from which issue would finance the construction at the Main University of the Kinsolving Dormitory for 776 women students. The advertisement and the Notice of Sale sent out to prospective bidders contained the following paragraph:

"The University reserves the right to waive any irregularities and to reject any and all bids. Under a loan agreement with the United States Government, the Government will submit a bid for the Bonds and such bid will be for all of the Bonds at their par value, plus accrued interest, at the rate of 2-3/4% per annum on all or any one or more of the above blocks of Bonds, the Government not being required to submit a good faith deposit with its bid. In the event any other bidder or bidders offer to purchase all the Bonds or any portion of the Bonds in blocks as specified at an interest cost of not more than 2-3/4% per annum, the Bonds or any such portion thereof shall be sold to such bidder or bidders. Bonds purchased by any bidder or bidders other than the Government will be delivered as soon as practicable after April 1, 1956. Bonds purchased by the Government will be delivered in installments as construction money is needed for the project."

Prior to the bid opening, various municipal bond dealers and syndicate heads had indicated that they would be unable to bid on the bonds under present market conditions. The only bid received by 10:00 A. M., Thursday, February 2, 1956, was that of the United States Government at par plus accrued interest at the rate of 2-3/4% per annum for the entire issue, subject to the provisions of the Loan Agreement dated December 1, 1954, as amended to date.

In the event that the Board of Regents votes to proceed with the construction of the Kinsolving Dormitory on the present planned basis and votes to sell the bonds to the United States Government on its bid as submitted, then the Land and Investment Committee recommends that the following resolutions covering the issuance of the bonds be approved and that the Board authorize the Chairman

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to execute such resolutions, copies of which are on file with the Secretary of the Board of Regents, which resolutions will be spread on the minutes of the Board:

1. Bond Resolution (Page 40);
2. Resolution Awarding Bonds to U. S. Government (Page 57);
3. Parietal Rules Resolution (Page 59); and
4. Rental Rates Resolution (Page 61).

It is further recommended that Endowment Officer Stewart be authorized to negotiate for the printing of the bonds in accordance with Government regulations, to arrange with the Housing and Home Finance Agency for an agreed place of safekeeping of the bonds and delivery of bonds in installments as construction money is needed, and to do all other things necessary to effect proper delivery of the bonds.

For action on resolutions see Pages 56, 58, 61, 63.

PERMANENT UNIVERSITY FUND LANDS - PROPOSED POLICY AND FORMS FOR EXPLORATION AND LEASING FOR MINERALS OTHER THAN OIL, GAS, POTASH OR SULPHUR. --Since the Board of Regents was again vested with the control and management of minerals other than oil and gas in University Lands under Chapter 186, Acts of 51st Legislature, Regular Session (1949), and a number of inquiries have been received from individuals and firms interested in prospecting and leasing, particularly for uranium and other fissionable materials, the Land and Investment Committee recommends that the Board adopt a policy and procedures for exploration and leasing for all minerals other than oil, gas, potash or sulphur. Though there are no known deposits of potash or sulphur on University Lands and no evidence of active interest in leasing for them, the Committee believes that the procedures and leasing terms recommended herein should not be used for potash or sulphur, and that Board policy on leasing for these two minerals should be deferred.

Attached forms recommended to be approved by the Board and to be filed in the office of the Secretary of the Board are as follows:

(1) "Minerals (Other Than Oil and Gas) Prospecting Permit", (2) "Application for Mineral (Other Than Oil, Gas, Potash or Sulphur) Mining Lease", and (3) "Mineral (Other Than Oil, Gas, Potash or Sulphur) Mining Lease". All forms have been approved as to content by the Geologist in Charge of University Lands and the Endowment Officer and as to form by the Land and Trust Attorney. (See Secretary's Files, Vol. III for attached forms, Page 146)

The recommended policy and procedure is set out as follows by reference to each of the attached forms:

I. MINERALS (OTHER THAN OIL AND GAS) PROSPECTING PERMIT:

- A. These forms will be made available at the office of University Lands - Geology for distribution to those interested in applying for such permits.

- B. A fee of \$50.00 for a 90-day period will be paid to the University for each permit.
- C. Each permit will be for a period of 90 days without extensions. However, a new permit, in effect extending a prior permit, may be granted for another 90-day period upon payment of another fee of \$50.00.
- D. Within 30 days after expiration of the permit, permittee shall transmit to the Geologist in Charge of University Lands a certified map showing core holes, as well as all other maps prepared by permittee in pursuance of the survey, and certified copies of all instrument readings and assay reports. All will be held confidential by the University.
- E. Permits will be signed for the University by the Endowment Officer.

II. APPLICATION FOR MINERAL (OTHER THAN OIL, GAS, POTASH OR SULPHUR) MINING LEASE:

- A. These forms, to be available at the office of University Lands - Geology, will be delivered in person to that office after being properly completed and executed by the applicant. Applicant agrees to pay bonus at \$5.00 per acre. Application will be accepted only from citizens of the United States.
- B. The minimum area on which application may be accepted will be 80 acres. The maximum area on which application will be accepted will be one section or the equivalent thereof.
- C. Date and time of receipt of application will be recorded on each application by the office of University Lands - Geology. Where more than one application for the same area is received, priority for the lease will be by time of receipt.
- D. Applications will be forwarded to the Endowment Officer for approval.

III. MINERAL (OTHER THAN OIL, GAS, POTASH OR SULPHUR) MINING LEASE:

- A. Upon approval of the application by the Endowment Officer, the Chairman of the Board is authorized to execute the lease for the University when such lease is approved as to content by the Endowment Officer and as to form by the Land and Trust Attorney, subject to ratification by the Board of Regents at the next subsequent meeting.
- B. Bonus payment will be at the rate of \$5.00 per acre.

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- C. Annual rental payment will be at the rate of \$1.00 per acre payable in advance for each year the lease is in effect after the first year unless royalties received during the preceding year equal or exceed such annual rental.
- D. Each lease will be for a primary term of 5 years and as long thereafter as any mineral not excluded from the lease is being produced in paying quantities, provided stipulated royalties are paid.
- E. Royalties will be as follows:

Market Value per Ton (2,000 lbs.)	Royalty Per Cent
\$10.00 and under	5%
\$10.01 to and including \$20.00	10%
\$20.01 to and including \$30.00	15%
\$30.01 to and including \$40.00	20%
\$40.01 to and including \$60.00	25%
\$60.01 and over	30%

- F. A minimum program of development as provided in the approved lease form will be performed by the lessee.

It is further recommended that the Endowment Officer and the Geologist in Charge of University Lands be authorized to distribute a bulletin of instructions and information on the permit and leasing procedures on or before April 1, 1956, and that July 1, 1956, be set as the first date on which applications for lease will be accepted.

After presenting the above report of the Land and Investment Committee, Mr. Jeffers moved adoption of the report. The motion was seconded by Mr. Johnson and unanimously approved by the Board.

HOGG FOUNDATION: VARNER PROPERTIES - PENDING SALE OF CENTRAL COMPANY PROPERTY, SAN ANTONIO, TEXAS TO THE GROOS NATIONAL BANK. --As reported in minutes of the Board of July 8, 1955, The Groos National Bank accepted the counter offer for sale of the Central Company Property for \$250,000.00 cash by delivering its check in the amount of \$25,000.00 as earnest money. Thereafter, the bank was furnished complete abstracts on the property and an up-to-date survey. The only significant title objections raised by their attorney were in regard to the City of San Antonio ad valorem taxes now cleared by city ordinance and an apparent encroachment by a fire escape attached to the adjoining five-story building on the west extending approximately four feet over the University's property. The abstract company was unable to find any agreement or other instrument of record relating directly to the fire escape. Nothing significant was found in any of the Varner files on the Central Company Property taken over by the University, and former officials of Varner Company still available recall nothing about the history of the fire escape or that the question had ever been discussed with the adjoining owners.

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There is recorded a party wall agreement dated in 1898 between one of the University's predecessors in title and a former owner of the adjoining property providing for an extension of a wall then existing on the property line and adding an additional story. Land and Trust Attorney Gaines is of the opinion that the University could make a strong case for removal of the fire escape under the terms of the party wall agreement, but the attorney for the bank has been unwilling to accept the title with the fire escape there without a price concession to the bank.

The adjoining building is now owned by Merchants Building of Dallas. Inquiries through their attorney have indicated that they have made at least a reasonable search in their records and files for any information on the fire escape, and they have reported that they have found no trace of an agreement relating to its construction on the building, maintaining at the same time that they must stand on whatever prescriptive right they may have to keep and maintain the fire escape there as long as it may be needed. The exact date the fire escape was constructed has not been definitely established, but the University's investigation through public records and inquiries in San Antonio leaves little, if any, doubt that the fire escape has been there more than ten years and probably more than twenty years.

The fire escape does not interfere with the present use of the University's property as a parking lot; but the bank maintains that they would not be able to build on this property up to the line without serious difficulty and expense and that such prescriptive claim constitutes, in any event, a serious cloud upon the title to property involved.

At the sales price of \$250,000.00 for frontage of 65.35 feet on Commerce and Market Streets, the proportionate actual value of the four feet over which the fire escape hangs would be approximately \$15,302.22.

The bank has not held out for this full value but had indicated that they would expect approximately \$9,000.00 concession in price. The Committee recommends that the Board authorize a reduction to \$244,500.00 in the price, thereby making an allowance of \$5,500.00 for the fire escape matter. We have taken into consideration the price agreed on with the bank, being approximately \$17,000.00 above the appraised value at the time of the sale agreement, and unavoidable delays in closing the sale to the bank. The bank has been notified of the recommended adjustment of \$5,500.00. Though they have not formally approved the figure, they have indicated this would be acceptable, and it is believed the sale can be closed within the next thirty days.

Upon motion of Mr. Jeffers, seconded by Mr. Johnson, the Board approved the foregoing report.

BUILDINGS AND GROUNDS COMMITTEE MATTERS. --(Name of this committee from March 12, 1955, to February 3, 1956, has been Developmental Affairs and Public Relations Committee. See Page 64 .)--

REPORT FOR BUILDINGS AND GROUNDS COMMITTEE (Adoption, Page 27). --At the request of Chairman Sealy, Mr. Lockwood presented the following report of the Regents' Buildings and Grounds Committee:

PROPOSED AMENDMENT OF RULES REGARDING CONSTRUCTION PROJECTS APPROVED BY THE BOARD OF REGENTS ON JUNE 27, 1953. --At the Regents' Meeting held June 27, 1953, certain rules were adopted with regard to the approvals required on plans and specifications for new construction and repairs or remodeling or replacements projects at all component institutions of The University of Texas. It is now thought desirable to amend these rules in order to simplify the procedure with regard to new construction projects of a minor nature. It is, therefore, recommended that No. 3 of these rules which now reads as follows:

"All plans intended for consideration by the Building Committee of the Board of Regents shall be first submitted to the Chancellor, the President or other chief administrative officer of the institution involved, and the Comptroller for their consideration and approval, and shall then be transmitted to such Committee by the Comptroller with recommendation of such officers endorsed thereon."

be amended by adding the following sentences thereto:

"Plans and specifications for new construction which involve a total expenditure of \$5,000.00 or less per project may be handled at the component institution involved without the necessity for approval by the President of the University, the Comptroller, and the Board of Regents. In each case, however, the appropriation for the project must have been approved by the Director of Physical Plant, the Business Manager, and the Executive Head of the institution involved, and the plans and specifications must be approved by the Faculty Building Committee, the head of the department or school primarily concerned, the Director of Physical Plant and/or the Business Manager, and the Executive Head of the institution involved. This change does not include authority to engage outside Architects or Engineers, as such employment must always have the prior approval of the Board of Regents."

This recommendation made by Comptroller Sparenberg is approved by Vice-President Dolley and President Wilson.

PROPOSED CONSTRUCTION OF APARTMENT AS ADDITION TO HILL HALL FOR HILL HALL FOOD SERVICE SUPERVISOR, MAIN UNIVERSITY. --At the Regents' Meeting held October 14, 1955, authority was given to remove from the Campus the house located at 209 East 22nd Street, in order to construct the new R. O. T. C. Building. This house has been occupied by Mrs. J. M. Griffith, the Hill Hall Food Service Supervisor, and the Athletic Council now wishes to make new provision for her housing. Following are excerpts from a letter signed jointly by Messrs. J. Neils Thompson and D. X. Bible setting forth the desires of the Athletic Council in this matter:

"Mrs. Griffith has made an outstanding contribution to our program during the twenty years she has been connected with our department, and naturally we want to provide her with suitable accommodations as long as she is associated with us.

"The Athletic Council at a meeting on December 12 voted to recommend that an apartment be constructed by converting the terrace east of the dining room into two rooms with bath, which later could be used as student rooms. Mr. Ralph Huber prepared preliminary drawing and estimated the cost at \$7,500.00.

"The Athletic Council requests approval of the above amount to be paid from the Athletic Council General Account No. 52700."

The recommendation of the Athletic Council has been concurred in by Dean McCown, Vice-President Boner, and President Wilson.

It is further recommended that the \$7,500.00 appropriated from Account No. 52700 be set up in an account in the Plant Funds Section to be entitled "Construction of Addition to Hill Hall," and that authority be given to the Physical Plant staff of the Main University to construct this addition, with authority to Comptroller Sparenberg to take bids and award any contracts deemed necessary for this work, with the understanding that the total of the project is not to exceed the \$7,500.00 appropriated at this time.

APPROPRIATION FOR EXTENSION OF OUTSIDE UTILITIES TO, AND DRIVES FOR, R. O. T. C. BUILDING, MAIN UNIVERSITY. -- At the time an appropriation was set up for the R. O. T. C. Building, there was no amount included to pay for the extension of the outside utilities to the building and for drives around the building. In order to provide funds for these purposes, it is recommended that an appropriation of \$100,000.00 be made from the Available University Fund to a new account entitled "Extension of Outside Utilities to, and Drives for, R. O. T. C. Building." The report of the Faculty Building Committee, dated October 7, 1955, on priority of future buildings, etc., included an estimated cost of \$118,000.00 for "Tunnel and utilities connections for R. O. T. C."; therefore, more than the \$100,000.00 recommended has already been taken into account in making estimates for future projects.

It is further recommended that Comptroller Sparenberg be given authority to engage the services of Atlee B. and Robert M. Ayres, Associate Architects on the R. O. T. C. Building, for preparation of plans and specifications and supervision on this project. These plans and specifications will be presented to the Regents for approval at a later meeting. If this recommendation is approved, Ayres and Ayres would be paid a fee computed on the same basis as that in their present contract on the R. O. T. C. Building.

0 See P. 390.

APPROPRIATION FOR CONSTRUCTION OF STORM SEWER TO SERVE THREE DORMITORIES AND CAFETERIA, LOUNGE, AND FACULTY HOUSING BUILDING AT MEDICAL BRANCH (JOINT PROJECT WITH CITY OF GALVESTON). --After construction had begun on Unit B of Project Tex 41-CH-11 at the Medical Branch, it was found that a storm sewer which had been shown on the plans had never been constructed although the City records had shown it as being in place. In order to drain the property on which Unit B is located, it will be necessary to construct a storm sewer to serve the area.

0 See P. 582.

Negotiations were held with the City of Galveston to ascertain whether the City would be willing to construct this storm sewer, since it had apparently been contemplated some time ago. After some preliminary conferences, the final negotiation conference was held in Galveston on January 10, 1956, with the following present: Mr. Tom Juneman, Commissioner of Streets and Public Property, and Mr. Owen Holzheuser, City Engineer, representing the City of Galveston; Mr. C. H. Oehler and Mr. Cameron Fairchild, representing the Architect on Unit B; Mr. L. S. Hartford, Mr. R. S. Purvis, and Dr. G. A. W. Currie, representing the Medical Branch; and Mr. Charles H. Sparenberg and Mr. William B. Saunders, representing The University of Texas Central Administration. Because of lack of funds, the City could not assume the entire cost of constructing the storm sewer but was willing to perform the work if the University contributed part of the cost. After thorough discussion of the matter, the following agreement was reached with the City, subject to approval by the President and the Board of Regents of The University of Texas:

1. The University of Texas will contribute \$10,000.00 out of funds available in Project Tex 41-CH-11, Unit B, toward the construction of a concrete storm sewer by the City of Galveston, varying in size from forty-two inches to forty-eight inches, to run from the existing City manhole at the intersection of Sixth Street and Avenue B to the property line of The University of Texas at the intersection of Fourth Street and Avenue B.
2. The University of Texas will grant to the City of Galveston an easement twenty feet in width for the construction of the storm sewer within the confines of Avenue B between the points above described, with the understanding that said easement will not go beyond the existing and proposed curbs now under contract adjacent to Avenue B.

3. The work agreed to be done by the City of Galveston above indicated will include but will not be limited to the following items:

- a. The City shall furnish all necessary labor, equipment, and materials.
- b. The City shall do all necessary excavation, dewatering, etc.
- c. The City shall remove necessary street paving and replace same.
- d. The City shall, in addition to the main storm sewer, install three laterals with curb inlets on the south side of Avenue B within the confines of the University property.
- e. It is contemplated that the forty-eight inch section of this storm sewer shall be completed by March 15, 1956, and that the remaining forty-two inch section of this storm sewer be carried out as expeditiously as possible and shall be completed in its entirety not later than June 1, 1956.

Vice-President Dolley and President Wilson have approved the terms of the agreement as set out above, and it is recommended that the Board also approve these terms and authorize the appropriation of \$10,000.00 from Account No. 93200, the Allotment Account for Housing and Home Finance Agency Project Tex 41-CH-11.

APPROPRIATION FOR MOVABLE FURNITURE AND EQUIPMENT FOR THREE DORMITORIES AND CAFETERIA, LOUNGE, AND FACULTY HOUSING BUILDING AT MEDICAL BRANCH. -- In order to furnish and equip the Three Dormitories and Cafeteria, Lounge, and Faculty Housing Building now under construction at the Medical Branch, it will be necessary to appropriate funds for that purpose, since no such appropriation has heretofore been made. The cost of the movable furniture and equipment necessary to furnish the buildings adequately has been estimated at \$95,000.00 by the officials of the Medical Branch, and this estimate has been approved by the Comptroller's Office.

Since there is not an adequate balance in the allotment account for the project to cover this estimate, Dr. Blocker has secured from the Executive Committee of the Alumni Association of the Medical Branch unanimous approval of a \$20,000.00 gift to be used toward the cost of furniture and equipment for the lounge. It is, therefore, recommended that an account entitled "Movable Furniture and Equipment for Three Dormitories and Cafeteria, Lounge, and Faculty Housing Building, Medical Branch" be set up in the amount of \$95,000.00, with \$75,000.00 to come from Account No. 93200, the Allotment Account for Housing and Home Finance Agency Project Tex 41-CH-11, and \$20,000.00 to come from the Alumni Association of the Medical Branch.

3. The work agreed to be done by the City of Galveston above indicated will include but will not be limited to the following items:

- a. The City shall furnish all necessary labor, equipment, and materials.
- b. The City shall do all necessary excavation, dewatering, etc.
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- c. The City shall remove necessary street paving and replace same.
- d. The City shall, in addition to the main storm sewer, install three laterals with curb inlets on the south side of Avenue B within the confines of the University property.
- e. It is contemplated that the forty-eight inch section of this storm sewer shall be completed by March 15, 1956, and that the remaining forty-two inch section of this storm sewer be carried out as expeditiously as possible and shall be completed in its entirety not later than June 1, 1956.

Vice-President Dolley and President Wilson have approved the terms of the agreement as set out above, and it is recommended that the Board also approve these terms and authorize the appropriation of \$10,000.00 from Account No. 93200, the Allotment Account for Housing and Home Finance Agency Project Tex 41-CH-11.

APPROPRIATION FOR MOVABLE FURNITURE AND EQUIPMENT FOR THREE DORMITORIES AND CAFETERIA, LOUNGE, AND FACULTY HOUSING BUILDING AT MEDICAL BRANCH. --In order to furnish and equip the Three Dormitories and Cafeteria, Lounge, and Faculty Housing Building now under construction at the Medical Branch, it will be necessary to appropriate funds for that purpose, since no such appropriation has heretofore been made. The cost of the movable furniture and equipment necessary to furnish the buildings adequately has been estimated at \$95,000.00 by the officials at the Medical Branch, and this estimate has been approved by the Comptroller's Office.

Since there is not an adequate balance in the allotment account for the project to cover this estimate, Dr. Blocker has secured from the Executive Committee of the Alumni Association of the Medical Branch unanimous approval of a \$20,000.00 gift to be used toward the cost of furniture and equipment for the lounge. It is, therefore, recommended that an account entitled "Movable Furniture and Equipment for Three Dormitories and Cafeteria, Lounge, and Faculty Housing Building, Medical Branch" be set up in the amount of \$95,000.00, with \$75,000.00 to come from Account No. 93200, the Allotment Account for Housing and Home Finance Agency Project Tex 41-CH-11, and \$20,000.00 to come from the Alumni Association of the Medical Branch.

Specifications for this furniture and equipment will be prepared by the Comptroller's Office, and these specifications will be presented for approval by the Board at a later meeting.

APPROVAL OF FINAL PLANS AND SPECIFICATIONS FOR THE R. O. T. C. BUILDING, MAIN UNIVERSITY. -- The final plans and specifications for the R. O. T. C. Building to be constructed on the Campus of the Main University at Austin, as prepared by the Associate Architect, Atlee B. and Robert M. Ayres, under the supervision of Mr. Mark Lemmon, Consulting Architect, are almost complete but will not be ready in time for thorough study to be made of them by the Office of the Comptroller, Faculty Building Committee, and others involved prior to the Board meeting. In order not to delay construction of the building, however, it is recommended that a Committee be appointed, consisting of the Chairman of the Regents' Buildings and Grounds Committee, President Wilson, Vice-President Boner, Vice-President Dolley, and Comptroller Sparenberg, to approve the final plans and specifications for the R. O. T. C. Building. It is further recommended that authorization be given to Comptroller Sparenberg, upon approval of the plans and specifications, to advertise for bids, to be considered, if time allows, at the April meeting of the Board of Regents.

See Page 580.

RATIFICATION OF CONTRACT AWARD FOR PARKING LOTS AT DENTAL BRANCH AND M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE. -- In accordance with authorization given at the Regents' meeting held October 15, 1955, bids for parking lots at the Dental Branch and M. D. Anderson Hospital and Tumor Institute were received, opened, and tabulated on January 31, 1956, as shown on Page 25. After consideration of the bids, and after consulting with MacKie and Kamrath, Architects, Dean Olson of the Dental Branch, and Mr. Boyd of M. D. Anderson Hospital and Tumor Institute, Comptroller Sparenberg, in accordance with further authorization given at the October meeting, awarded a contract to the low bidder, as follows:

See Page 391.

Republic Construction Company, Inc., Houston, Texas	<u>\$26,893.10</u>
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The amount of this contract is divided between the two branches as follows:

M. D. Anderson Hospital and Tumor Institute Parking Lot (Area "A")	\$ 8,672.47
Dental Branch Parking Lot (Area "B")	<u>18,220.63</u>
Total Contract Award	<u>\$26,893.10</u>

It is recommended that the contract award as made by Comptroller Sparenberg be ratified by the Board, the costs of the projects, including Architect's Fees, being within the amounts appropriated by the Board for these purposes.

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TABULATION OF BIDS FOR PARKING AREA
 FOR
 THE UNIVERSITY OF TEXAS
 M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE
 AND
 THE UNIVERSITY OF TEXAS DENTAL BRANCH

Tabulated January 31, 1956

<u>Bidder</u>	<u>Base Bid</u>
1. Farnsworth & Chambers Co., Inc. Houston	\$ 45,600.00
2. Earl N. Lightfoot Paving Co., Inc. Houston	29,528.48
3. Albert Meyerson Company Houston	28,000.00
4. Ramey Contracting Co., Inc. Bellaire	33,438.00
5. Randall & Craig Houston	31,706.45
6. Republic Construction Co., Inc. Houston	26,893.10
7. Walter A. Smith Houston	33,371.70
8. Spaw-Glass, Inc. Houston	30,400.00
9. J. L. Williams Construction Co., Inc. Bellaire	34,902.20
10. Bruce Willis, Contractor Houston	29,312.90

	<u>Alternate Bid # 1</u>	<u>Alternate Bid # 2</u>	<u>Bond</u>
1.	- \$ 11,300.00	- \$ 30,900.00	---
2.	- 9,756.48	- 19,547.00	*
3.	- 9,550.00	- 18,350.00	\$2,000
4.	- 11,000.00	- 21,000.00	5%
5.	- 9,888.15	- 21,740.80	5%
6.	- 8,672.47	- 18,220.63	5%
7.	- 12,498.00	- 20,873.70	5%
8.	- 10,000.00	- 19,400.00	\$2,000
9.	- 10,789.50	- 24,562.70	5%
10.	- 10,256.40	- 19,056.50	5%

* No bond - Addendum not received.

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AUTHORITY TO PRESIDENT HOLCOMB OF TEXAS WESTERN COLLEGE TO ENGAGE ARCHITECTS OCCASIONALLY ON CONSULTING BASIS AT PER DIEM RATES. --Dr. Holcomb stated to the Committee that he would like to have authority to engage architects occasionally at per diem rates for consulting purposes only. He pointed out that there was no intention of having these architects draw any plans or write any specifications, but that at times he and his staff felt a very serious need of architectural advice as to remodeling, repair, and/or maintenance problems. The College does not have anyone on the staff who is competent to make estimates or give architectural advice regarding all repair or remodeling jobs, and he feels that some expenditures might have been avoided in the past had architectural advice been obtained at the time certain repairs were made.

After discussion of the matter, the Committee recommends to the Board that Dr. Holcomb be given authority to engage architects for consulting work only at a per diem rate not to exceed \$50.00 a day and for not more than twenty days within a fiscal year, it being understood that the architectural firms listed below will be used by Dr. Holcomb for this purpose, and that the work will be divided between the two firms:

Davis and Foster, Architects - Engineers, El Paso, Texas

Carroll and Daeuble, Architects, El Paso, Texas.

INTERIM REPORT, OTHER ITEMS ON CALENDAR OF BUILDINGS AND GROUNDS COMMITTEE. --Mr. Lockwood gave a brief oral report on other items listed for consideration by the Regents' Buildings and Grounds Committee.

He stated that after a brief report on Priority on Future Buildings and Improvements at the Main University, the Committee decided to meet the latter part of February or the early part of March and devote an entire day to this subject. All members of the Board are invited to sit in on this discussion and will be notified of the meeting date.

Mr. Lockwood further reported that the Buildings and Grounds Committee recommended that:

1. Proposed Additions and Changes to The University of Texas M. D. Anderson Hospital and Tumor Institute Building be referred back to the Committee as a Whole (See Page 31);

() See Page 397.

2. The Proposed Private Hospital to be used as a "Teaching Hospital" at The University of Texas Southwestern Medical School be referred to the Medical Affairs Committee; and that

3. Award of Contracts for Construction of Kinsolving Dormitory, Main University, be considered on February 3 by the Committee as a Whole (See Page 32).

() See Page 398.

Adoption of Report.--Mr. Lockwood moved the adoption of the report of the Buildings and Grounds Committee. Mrs. Devall seconded this motion which carried unanimously.

MEDICAL AFFAIRS COMMITTEE MATTERS. --Doctor Oates, at the request of Chairman Sealy, gave the following report of the Medical Affairs Committee:

AUTHORIZATION FOR AWARD OF CERTIFICATES OF APPRECIATION, THE UNIVERSITY OF TEXAS POSTGRADUATE SCHOOL OF MEDICINE. --The Medical Affairs Committee, in accordance with the request of Doctor Grant Taylor, presented and approved by President Wilson, recommends that an appropriate Certificate of Appreciation (sample in Secretary's Files, Vol. III, ^{page 153}) be awarded to those physicians throughout the State of Texas who have given generously of their time and support to The University of Texas Postgraduate School of Medicine, which as of September 1955 had been in existence five years.

ASSISTANT DIRECTOR, THE UNIVERSITY OF TEXAS M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE. --Director R. Lee Clark, Jr. expresses a need for the appointment of an Assistant Director of The University of Texas M. D. Anderson Hospital and Tumor Institute to fill the vacancy of Doctor R. C. Heflebower, now Consultant in Special Projects and Grants in the Division of Education and Research. The Medical Affairs Committee recommends that Director R. Lee Clark, Jr., be granted permission to recruit an individual for this place at an annual salary of \$15,000, payable \$12,500 from Unallocated Salaries and \$2,500 from other sources.

Adoption of Report. --Upon motion of Vice-Chairman Voyles, duly seconded, the Board adopted the report of the Medical Affairs Committee and authorized the recommendations contained therein.

CENTRAL ADMINISTRATION

SCHEDULE OF MEETINGS, 1955-56, BOARD OF REGENTS. -- Upon motion of Mrs. Devall, seconded by Mr. Lockwood, the Board approved the following schedule of meetings for 1955-56:

April 5-7, 1956, at Austin

May 31, June 1 and 2, 1956, at Austin

DATE OF FIRST MEETING, 1956-57, BOARD OF REGENTS. -- Upon motion of Vice-Chairman Voyles, seconded by Mr. Sorrell, the Board voted to meet September 20, 21, and 22, 1956, in Austin.

AMENDMENTS, APPROVAL, AND RATIFICATION OF DOCKET ITEMS. --President Wilson presented to the Board a docket under date of January 25, 1956, for Central Administration to which he had attached and incorporated as part of his docket, together with his recommendation for approval, the dockets of

the component institutions of The University of Texas; namely:

- Main University and Extramural Divisions -
submitted by Vice-President C. P. Boner
- Texas Western College -
submitted by President Dysart E. Holcomb
- Medical Branch -
submitted by Interim Executive Officer T. G.
Blocker, Jr.
- Dental Branch -
submitted by Dean John V. Olson
- M. D. Anderson Hospital and Tumor Institute -
submitted by Director R. Lee Clark, Jr.
- Southwestern Medical School -
submitted by Dean A. J. Gill
- Postgraduate School of Medicine -
submitted by Dean Grant Taylor

Upon motion of Mr. Sorrell, seconded by Vice-Chairman Voyles, the Board amended that portion of the docket relating to The University of Texas Medical Branch, Page G-3, Line 2 of Item 10, See Page 518. to read "as designated by the Department of Psychiatry" rather than "as designated by them."

Mr. Sorrell moved that the docket as amended with the exception of that portion relating to The University of Texas M. D. Anderson Hospital and Tumor Institute be approved and that the items for The University of Texas M. D. Anderson Hospital and Tumor Institute be considered later in the meeting. (See Page 30.) See P. 396.
Doctor Oates seconded this motion, which carried.

CORRECTION AND APPROVAL OF MINUTES, DECEMBER 2-3, 1955. -- Upon motion of Mrs. Devall, seconded by Vice-Chairman Voyles, the Board ordered that the last phrase on Page 7 of the December 2-3, 1955 minutes (Permanent Minutes, Vol. III, Page 241), be changed from "for any one long session" to "for any one summer session" and that the minutes with this change incorporated in the multigraphed form as distributed by the secretary be approved. See P. 241.

SOUTHWESTERN MEDICAL SCHOOL

BRONZE PLAQUE AUTHORIZATION (THE BAYLOR MEDICAL ALUMNI ASSOCIATION, INC.), READING ROOM OF LIBRARY, THE UNIVERSITY OF TEXAS SOUTHWESTERN MEDICAL SCHOOL. --
Dean A. J. Gill called to the attention of the Board that the furnishings of the Reading Room of the Library at The University of Texas Southwestern Medical School were provided for through a grant of \$5,368.60 awarded in September, 1953, by the Baylor Medical Alumni Association, Inc., and he requested authority from the Board to have a small bronze plaque made, at an approximate cost of \$35.00 with funds to come from grant sources, to hang on the wall of the Reading Room of the Library of The University of Texas Southwestern Medical School and suggested that the following be placed on the plaque:

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"The furnishings in this Reading Room were provided by
The Baylor Medical Alumni Library Association, Inc.
Secretary, Doctor W. W. Looney"

The Board, upon motion of Mr. Sorrell, seconded by Vice-Chairman Voyles, authorized Dean Gill to have the bronze plaque made with the wording as proposed and further requested that on behalf of the Board the Chairman express appreciation to the Baylor Medical Alumni Association.

RECESS. --The Board of Regents recessed at 11:30 a. m. until 10:00 a. m., Saturday, February 4.

* * * * *

Friday
February 3, 1956

The Board of Regents met as a Committee of the Whole in the Office of the President at 11:30 a. m., Friday, February 3, 1956. All members of the Board, President Wilson, and Secretary Thedford were in attendance, and the following is a report of that committee:

ACADEMIC AND DEVELOPMENTAL AFFAIRS COMMITTEE MATTERS (Name of this committee from March 12, 1955, to February 3, 1956, has been Academic and Student Affairs Committee. See Page 64). --At the request of Chairman Sealy, Mr. Sorrell presented a report on the succeeding matters considered by the Academic and Developmental Affairs Committee.

APPOINTMENT, JAMES MARSHALL HUGHES, HEAD BASKETBALL COACH. --Upon recommendation of Mr. J. Neils Thompson, Chairman of the Athletic Council, Dean H. Y. McCown, Athletic Director D. X. Bible, and President Wilson, the committee recommends that James Marshall Hughes be appointed Head Basketball Coach at an annual salary of \$7,000 for the year beginning September 1, 1956, and ending August 31, 1957.

APPOINTMENT JAMES CARROLL "T" JONES, ASSISTANT FOOTBALL COACH (ASSISTING IN THE FRESHMAN FOOTBALL PROGRAM). --Upon the recommendation of Mr. J. Neils Thompson, Chairman of the Athletic Council, Dean H. Y. McCown, Athletic Director D. X. Bible, and President Wilson, the committee recommends that James Carroll "T" Jones be appointed as Assistant Football Coach (Assisting in the Freshman Football Program) at a salary of \$6,000 on a twelve months' basis for the period February 1, 1956, through December 31, 1956.

Adoption of Report. --Upon motion of Vice-Chairman Voyles, seconded by Mr. Sorrell, the report of the Academic and Developmental Affairs Committee and the recommendations contained therein were approved by the Board.

RESTRICTIONS ON STUDENTS' POSSESSION AND MAINTENANCE OF AUTOMOBILES, SUMMER SESSION. -- Upon a motion duly made and seconded, the Board approved the recommendation of the Faculty Committee on Parking, Traffic and Safety and concurred in by the administration, that the restriction on students' possession and maintenance of automobiles not apply during the months of June, July, and August, and that students' cars not be registered during the summer session.

0 See P. 734.

CENTRAL ADMINISTRATION

JACK MAGUIRE, SECRETARY OF EX-STUDENTS' ASSOCIATION. -- Mr. Jack Maguire, the newly-elected secretary of The Ex-Students' Association of The University of Texas, came into the meeting. Chairman Sealy expressed to Mr. Maguire the Board's pleasure at his being present and the Board's desire to cooperate wholeheartedly in every possible manner with him as Secretary of The Ex-Students' Association.

ATTENDANCE. -- The Board as a Committee of the Whole recessed at 12:30 p. m. and reconvened at 2:00 p. m. with all members of the Board, President Wilson, Vice-President Boner, Vice-President Dolley, Vice-President Haskew, Assistant to the President Cox, and Secretary Thedford in attendance.

Because of important business, Doctor Oates was excused from the remainder of the meeting.

Director R. Lee Clark, Jr. and Business Manager Joe E. Boyd were asked into the meeting.

M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE

AMENDMENT TO, AND APPROVAL OF, PORTION OF DOCKET RELATING TO THE UNIVERSITY OF TEXAS M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE. -- Doctor Minter moved that the portion of the docket relating to The University of Texas M. D. Anderson Hospital and Tumor Institute be amended on Page A-2 by deleting the material under the topical heading REVISION OF COMPENSATION PLAN FOR TECHNICIANS and inserting in lieu thereof the following:

See P. 526.

I recommend that the following salary ranges for technicians be approved for incorporation in our compensation plan:

Class Number	Class Title	Range		Range #
		Monthly	Annual	
2110	Laboratory Technician I	\$264-335	\$3168-4020	25
2111	Laboratory Technician II	290-367	3480-4404	27
2112	Research Technician III	351-445	4212-5340	31
2115	Supervising Laboratory Technician	404-514	4848-6468	34

The Laboratory Technician I classification is for non-registered technicians having qualifying education and experience.

The Laboratory Technician II classification is for registered technicians.

The Research Technician III classification is for registered technicians serving as heads of sections in the laboratory with supervisory responsibilities and teaching.

Mr. Lockwood seconded this motion, which carried.

PROPOSED ADDITIONS AND ALTERATIONS TO THE UNIVERSITY OF TEXAS M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE BUILDING. --President Wilson reported that pursuant to action taken by the Board of Regents at its meeting in Houston, December 3, 1955, regarding proposed additions and alterations to The University of Texas M. D. Anderson Hospital and Tumor Institute Building, as reflected in the Permanent Minutes, Vol. III, Page 239, and as a result of careful deliberations of the President's Office staff, Comptroller Sparenberg, Doctor Clark, and Mr. Boyd, there was submitted to and approved by the Executive Committee a proposal that authorization for working drawings and specifications for the additional space on the north end of the first five floors above the supervoltage area be deferred, and that Doctor Clark be granted permission to proceed with the preparation of information for presentation to the next session of the Legislature requesting specific authorization for this deferred project, but not requesting additionally appropriated funds, and that only the following projects be authorized, the cost estimates of each to be increased by 6% to include the architect's fees:

() See Page 737.

1. 11,250 square feet for enclosing two roof decks on the seventh floor of the south wing at an estimated cost of \$281,250 (an addition to and completion of existing structure),
2. 4,050 square feet for the construction of a new supervoltage area at an estimated cost of \$81,000, and
3. 4,600 square feet to include an extension of the loading dock, additional construction on the dock to provide additional lockers and space for Medical Records and Epidemiology; extension of the first floor over the dock for an additional 1,400 square feet to enlarge the clinic area, and the relocation and erection of partitions on the first floor at an estimated cost of \$192,000.

It was specifically understood by the Executive Committee and the full Board that no money would be used for any of these projects that had not been authorized by the Legislature to be used in this fashion. It was understood that the estimated sources of funds for the projects above listed are the same as those indicated by the Regents' minutes of December 3, 1955, totaling \$600,000 and that the conditions stipulated in the Regents' minutes of December 3, 1955, still apply.

At this point, Director R. Lee Clark, Jr. reported that after the recommendation not to proceed with the five floors above the super-voltage area on the north end of the building, he had revised his plans in an effort to locate all departments in the remaining space available. He stated that he had found space for all departments except one and that he would like permission to build an additional 1900 square feet on the second floor of the west side of the north wing at an estimated cost of \$35,000, the funds to come from a "building or equipment" fund or a surplus fund.

Upon motion of Vice-Chairman Voyles, seconded by Mr. Lockwood, the Board ratified the interim action of the Executive Committee and granted the request of Director Clark for permission to build an additional 1900 square feet as set out above at an estimated cost of \$35,000 with the understanding that the funds to be used will not include any of the appropriated unexpended balances for items other than furniture, equipment, hospital utilities, etc. and will not include private funds which have been given for a specific purpose.

ATTENDANCE. --Director Clark and Business Manager Joe Boyd retired from the meeting.

MAIN UNIVERSITY

AWARD OF CONTRACTS FOR CONSTRUCTION OF KINSOLVING DORMITORY, MAIN UNIVERSITY (Referred from Buildings and Grounds Committee on February 2 to Committee of the Whole for consideration. See Page 26). --After a general discussion in which all members present participated, Mr. Lockwood presented the following report and recommendation that had been prepared for the Buildings and Grounds Committee and moved its adoption: () See Page 753.

In accordance with authorization given by the Board of Regents at the meeting held December 3, 1955, bids for the construction of Kinsolving Dormitory were called for and were opened and tabulated on January 24, 1956, as shown on Page 34 . These bids have been considered by Kuehne, Brooks, and Barr, Associate Architect on the project, Mark Lemmon, Consulting Architect, R. W. Anderson of Housing and Home Finance Agency, Comptroller Sparenberg, Vice-President Dolley, and President Wilson, and it is the recommendation of all concerned that contract awards be made to the low bidders as listed below, and that the Chairman of the Board be authorized to sign contract documents covering these awards:

General Contract		
S. O. and C. D. Yarbrough Construction Company, Austin, Texas		
Base Bid	\$2,541,962.00	
Additive Alternate No. 1-G	12,000.00	\$2,553,962.00
<hr/>		
Combined Plumbing, Heating, Ventilating, and Air Conditioning Contract		
A. J. Monier and Company, Inc., San Antonio, Texas, Base Bid		
		772,600.00

Electrical Contract W. K. Jennings Electric Company, Inc., Austin, Texas, Base Bid	218,739.00
Kitchen Equipment Contract Metal Arts Company Houston, Texas, Base Bid	88,693.00
Elevator Contract Hunter-Hayes Elevator Company, Dallas, Texas, Base Bid	<u>96,780.00</u>
Total Recommended Contract Awards	<u><u>\$3,730,774.00</u></u>

(In accordance with the specifications, Hunter-Hayes Elevator Company shall become a subcontractor under S. O. and C. D. Yarbrough Construction Company, 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	\$3,668,427.98
Appropriations to be Made from Auxiliary Enterprises Accounts of the Main University to cover the following items:	
Chests of Drawers and Labor for Installation in North Unit of Building (In General Contract)	\$41,000.00
Movable Kitchen Equipment	17,817.00
Architects' Fees on Above (6%)	<u>3,529.02</u>
	<u>62,346.02</u>
Total Funds Available	<u><u>\$3,730,774.00</u></u>

The difference between the total amount of the loan agreement, \$4,150,000.00, and the amount of \$3,668,427.98 shown above is to take care of the following items: Architectural and Engineering Services, Government Field Expense, Legal and Administrative Expense, and Interest during Construction.

It is further recommended that the amount of \$62,346.02 shown above to be appropriated from Auxiliary Enterprises Accounts of the Main University be appropriated from the accounts listed below:

Account No. 51880 - Men's Residence Halls - House at 2512 Whitis Avenue	\$ 808.82
Account No. 52311 - Veterans' Housing Project - Unallotted Balance	1,552.32
Account No. 4200 - Emergency Repair Fund	33,458.31
Account No. 4350 - Division of Housing and Food Service - Major Repairs, Remodeling, and Replacement, and Operating Reserve Fund	26,526.57
Total	<u><u>\$ 62,346.02</u></u>

TABULATION OF BIDS FOR THE UNIVERSITY OF TEXAS
KINSOLVING DORMITORY FOR WOMEN
Project No. 41-CH-26

Received January 24, 1956, Austin, Texas
Prepared by Mark Lemmon, Consulting Architect

Contents: 201,884 Square Feet; 2,263,929 Cubic Feet
All Bids - 5% Bond except where indicated by *** and ****.

General Construction - Bid No. 1

Alternate Bids - Deductive

- 1-G 2 1/4" Solid Plaster Partitions in lieu of Plaster and Tile Partitions
- 2-G Plaster in lieu of Tile Wainscots in Stairways
- 3-G Omit One Finish Coat of Paint in Areas Specified
- 4-G Rubber Tile Flooring in lieu of Terrazzo at Stairways A, B, C and D
- 5-G Steel Casement Windows and Screens in lieu of Aluminum Awning Type Windows and Screens
- 6-G Under Built-In Furniture "Clear Plain Sawn White Oak" in lieu of "Comb Grain White Oak"

Alternate Bids - Additive

- 1-G Rubber Tile in lieu of Asphalt Tile where specified
- 2-G Quarry Tile in lieu of Cement Finish for Roof Deck Center Unit --
Terrazzo in lieu of Cement for Exterior Stairs and Steps of this deck

General Contractors (Construction Co.)	Bid No. 1	1-G	2-G	3-G	4-G	5-G	6-G	1-G ¹	2-G ¹	All Built-In Furniture	Chest, North Wing
R. F. Ball, San Antonio	\$ 2,953,393	\$ 1,328	\$ 11,028	\$ 3,839	\$ 299		\$ 8,009	\$ 13,115	\$ 10,995	\$ 500,000	\$ 38,164
Farnsworth & Chambers, Houston	2,850,000	1,150	10,700	3,830	3,900	\$ + 5,844	+ 15,339	11,548	11,074	564,000	42,400
R. P. Farnsworth, New Orleans	2,744,899	1,000	11,000	3,800	7,000	+ 19,000	+ 24,000	12,000	13,000	500,000	35,000
Fisher, Houston	2,787,000		10,700	3,800	5,300	+ 7,500		11,500	11,000	525,000	40,000
J. J. Fritch, Dallas	2,900,672	1,000	11,000	2,000		- 14,000*	+ 11,000	7,500	14,000	525,000	37,000
George A. Fuller, Dallas	3,172,000	5,500	11,000	3,800		+ 5,618	+ 16,000	12,000	10,200	560,000	42,000
J. A. Jones, Shreveport	2,776,000	3,000	12,500	3,800				15,000		575,000	
Rex D. Kitchens, Austin	2,864,000	+ 4,800	10,400	3,800				11,000	11,760	495,000	37,000
J. M. Odom, Austin	3,124,788	13,000	9,000	3,200	664	+ 600	- 120,000**	11,000	11,760	495,000	37,000
Southeastern, San Antonio	2,785,000	+ 16,000	3,000	1,000	800	+ 1,500	+ 14,000	14,000	16,500	539,530	40,600
Nathan Wohlfeld, Dallas	2,864,568	6,285	11,500	3,267	+ 5,000	+ 10,000		13,000	11,000	457,950	36,963
S.D. & C.D. Yarbrough, Austin	2,541,962	3,500	11,000	3,000	+ 2,883	+ 3,101	+ 11,499	7,282	9,864	555,026	40,805
					3,500	+ 5,000	+ 8,000	12,000	13,000	530,000	41,000

Aluminum Casements

Bid based on furniture manufactured by Terrill Manufacturing Company

Alternate Bids - Additive

Elevators - Bid No. 2

Hunter Hayes Elevator Co., Dallas	\$ 96,780
Otis Elevator Co., Dallas	101,905

Kitchen Equipment - Bid No. 3

<u>Contractor</u>	<u>Bid</u>	<u>Movable Equipment</u>
Austin Restaurant Supply, Austin	\$ 106,498.00	\$ 24,254.00
Dallas Fountain & Fixture, Dallas	95,990.00	19,481.00
General Hotel Supply, San Antonio	97,918.00	20,269.00
Huey & Philp, Dallas ***	107,000.00	22,800.00
Joske's of Houston	102,455.10	50,710.00
Southwestern Hotel Supply, San Antonio	97,679.00	10,359.75
Metal Arts Co., Houston ****	88,693.00	17,817.00

*** Bond - \$5,350

**** Bond - \$5,000

Mechanical Work

Bid No. 4 Plumbing Work

Bid No. 5 Heating, Ventilating, and Air Conditioning Work

Bid No. 7 Combined Plumbing, Heating, Ventilating, and Air Conditioning

<u>Mechanical Contractors</u>	<u>Bid No. 4</u>	<u>Bid No. 5</u>	<u>Bid No. 7</u>
J. M. Boyer, Austin		\$ 522,318	\$ 827,389
Bradshaw & Puryear, Austin	\$ 349,300	518,900	859,000
R. O. Davis, Austin	374,843		
Jud Plumbing & Heating, San Antonio			847,877
A. J. Monier, San Antonio			772,600
Natkin, Houston	317,684	538,943	838,677
Porter Plumbing & Htg., Austin	349,600	535,300	867,500
C. Wallace Plumbing, Houston			823,000
Way Engineering	No Figures	On Bid	
Young & Pratt, Austin		479,900	824,646

Electrical Work - Bid No. 6

O. H. Cummins, Austin	\$ 224,840
W. K. Jennings, Austin	218,739
Dean Johnston, Austin	242,479
Seco Smith, Austin	233,765

Vice-Chairman Voyles seconded this motion, which carried by a vote of seven to one. Mr. Sorrell voted "No"; Doctor Oates was absent.

ATTENDANCE. --Mr. Sorrell was excused from the meeting because of an important conference.

RESOLUTIONS FOR HOUSING AND HOME FINANCE AGENCY PROJECT (KINSOLVING DORMITORY). --Mr. Lockwood presented the following recommendation that had been prepared for consideration by the Buildings and Grounds Committee:

The Housing and Home Finance Agency requires that the Board of Regents adopt certain resolutions relating to Kinsolving Dormitory to be constructed under loan agreement between The University of Texas and the Agency. It is, therefore, recommended that the following three resolutions be adopted by the Board:

1. RESOLUTION SETTING FORTH THE CONTRACT AWARDS

WHEREAS, the Board of Regents of The University of Texas has advertised for bids for the construction of Kinsolving Dormitory at the Main University of The University of Texas, Austin, Texas; and

WHEREAS, bids have been received as shown on the tabulation sheet, Pages 34 and 35; 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

S. O. and C. D. Yarbrough Construction
Company, Austin, Texas

Base Bid	\$2,541,962.00	
Additive Alternate		
No. 1-G	<u>12,000.00</u>	\$2,553,962.00

Combined Plumbing, Heating,
Ventilating, and Air Conditioning
Contract

A. J. Monier and Company, Inc.,
San Antonio, Texas

Base Bid	772,600.00
----------	------------

Electrical Contract

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

Base Bid	218,739.00
----------	------------

Kitchen Equipment Contract

Metal Arts Company, Houston, Texas

Base Bid	88,693.00
----------	-----------

Elevator Contract
Hunter-Hayes Elevator Company,
Dallas, Texas
Base Bid \$ 96,780.00

(In accordance with the specifications, Hunter-Hayes Elevator Company shall become a subcontractor under S. O. and C. D. Yarbrough Construction Company, 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.)

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 said project;

SECTION 2. That the bids as listed above are hereby accepted;

SECTION 3. 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. WILLIAM B. SAUNDERS, AS ALTERNATE, TO EXECUTE CERTAIN DOCUMENTS

WHEREAS, as of December 1, 1954, 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 Tex 41-CH-26) by the terms of which, including amendments, the Government agreed to purchase from the Borrower The University of Texas Dormitory Revenue Bonds, Series 1956, in the principal amount of \$4,150,000.00 for the purpose of constructing a Dormitory for Women (Kinsolving Dormitory) to accommodate approximately 776 women students, including necessary appurtenant facilities; 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 purpose 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 case of the absence, disability, or resignation of the said C. H. Sparenberg, William B. Saunders, Assistant to the Comptroller, shall perform the duties hereinabove imposed upon the said C. H. Sparenberg.

3. RESOLUTION TO PROVIDE SUCH FUNDS AS ARE NECESSARY TO PAY ENTIRE COST OF PROJECT

WHEREAS, as of December 1, 1954, 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 Tex 41-CH-26) by the terms of which including amendments, the Government agreed to purchase from the Borrower The University of Texas Dormitory Revenue Bonds, Series 1956, in the principal amount of \$4,150,000.00 for the purpose of constructing a dormitory (Kinsolving Dormitory) to accommodate approximately 776 women students, including necessary appurtenant facilities; and

WHEREAS, bids have been received and the cost of the Project as reflected by said bids is the sum of \$3,730,774.00:

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:

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1. That the Board of Regents of The University of Texas will from its own funds provide such funds in addition to the loan of \$4,150,000.00 as are necessary to provide a sum of money which, together with the loan, will pay the entire cost of the project.

2. There is hereby ordered to be deposited in the Construction Fund for the Project the amount of \$62,346.02 or such amount in addition thereto as may be necessary to provide the cost of the entire Project.

Upon motion of Mr. Lockwood, seconded by Vice-Chairman Voyles, the Board approved the recommendation.

APPROPRIATION FOR MOVABLE FURNITURE AND EQUIPMENT FOR KINSOLVING DORMITORY, MAIN UNIVERSITY. -- Upon motion of Mr. Lockwood, seconded by Vice-Chairman Voyles, the Board approved the following recommendation:

In order to place in operation Kinsolving Dormitory at the Main University when it has been completed, it will be necessary to purchase certain movable furniture and equipment, and an estimate has been made that a total amount of approximately \$215,000.00 will be needed for this purpose. It is, therefore, recommended that an appropriation of \$215,000.00 be made from Account No. 4350 - Current Funds - Auxiliary Enterprises - Division of Housing and Food Service - Major Repairs, Remodeling, and Replacement, and Operating Reserve Fund to an account in the Plant Funds - Unexpended Section to be entitled "Kinsolving Dormitory - Movable Furniture and Equipment."

Specifications for this furniture and equipment will be prepared in the Office of the Comptroller and will be presented to the Regents for approval at a later meeting.

PROJECT TEX. 41-CH-26, MAIN UNIVERSITY, KINSOLVING DORMITORY - PROPOSED SALE OF \$4,150,000.00 PAR VALUE BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS DORMITORY REVENUE BONDS, SERIES 1956, AND ADOPTION OF NECESSARY RESOLUTIONS FOR ISSUANCE OF BONDS. -- Since the Board voted to proceed with the construction of Kinsolving Dormitory (Page 32), Mr. Lockwood again presented the report of the Land and Investment Committee on Project Tex. 41-CH-26, Main University, Kinsolving Dormitory - Proposed Sale of \$4,150,000.00 Par Value Board of Regents of The University of Texas Dormitory Revenue Bonds, Series 1956, and Adoption of Necessary Resolutions for Issuance of Bonds as quoted on Page 15 and moved its adoption. Vice-Chairman Voyles seconded the motion and it was unanimously adopted by the seven members of the Board of Regents present at the meeting.

Chairman Sealy presented the following Bond Resolution:

THE STATE OF TEXAS :

COUNTY OF TRAVIS :

The Board of Regents of The University of Texas convened in Regular Meeting on the 3rd day of February, 1956, at the Main Building of The University of Texas, in Austin, Texas, at 9:30 A. M., with the following members and officers of the Board of Regents present, to wit:

Tom Sealy,	Chairman,
Claude W. Voyles,	Vice-Chairman,
Mrs. Charles Devall, :	
Leroy Jeffers, :	
J. Lee Johnson, III, :	Members,
Lee Lockwood, :	
Dr. Merton M. Minter, :	
Betty Anne Thedford,	Secretary,

with the following members of the Board of Regents absent, to wit:

Messrs. Oates and Sorrell,

constituting a quorum of the said Board, at which meeting the following among other business, was transacted, to wit:

Mr. Sealy introduced a resolution which was read by the Secretary. Mr. Lockwood moved that the resolution be adopted. Mr. Voyles seconded the motion.

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

AYES: Messrs. Sealy, Voyles, Jeffers, Johnson, Lockwood, Minter, 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 DORMITORY REVENUE BONDS, SERIES 1956, IN THE AMOUNT OF \$4,150,000.00, FOR THE PURPOSE OF CONSTRUCTING KINSOLVING DORMITORY, A NEW WOMEN'S DORMITORY BUILDING, INCLUDING DINING AND NECESSARY APPURTENANT FACILITIES, DESIGNED TO HOUSE AND ACCOMMODATE APPROXIMATELY 776 STUDENTS, MAKING PLEDGES OF REVENUES AND MAKING COVENANTS TO INSURE THE AVAILABILITY AND USE OF SAID REVENUES TO PAY THE PRINCIPAL AND INTEREST ON SAID BONDS AND FOR OPERATION AND MAINTENANCE PURPOSES, AND PRESCRIBING OTHER MATTERS RELATING THERETO.

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

WHEREAS, it is deemed by the Board appropriate and for the good of the University that there be constructed on the campus of the University at Austin, Travis County, Texas, a new women's dormitory building, including dining and necessary appurtenant facilities, designed to house and accommodate approximately 776 women students, said dormitory to be named Kinsolving Dormitory (hereinafter sometimes called the "Project"), and

WHEREAS, the Board has approved the total cost, capacity, type and plans and specifications of the construction of the Project, and

WHEREAS, the Board has determined to authorize, issue, sell and deliver its negotiable revenue bonds in the total aggregate amount of \$4, 150, 000. 00 for the purpose of paying the cost of the construction of the Project,

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

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

Section 2. That for the purpose of paying the cost of the construction, on the campus of The University of Texas at Austin, Travis County, Texas, of a new women's dormitory building, including dining and necessary appurtenant facilities, designed to house and accommodate approximately 776 women students, said dormitory to be named Kinsolving Dormitory, there are hereby authorized and issued the negotiable revenue bonds of the Board of Regents of The University of Texas in the total aggregate principal amount of \$4, 150, 000. 00 (hereinafter sometimes called the "Bonds").

Section 3. That said Bonds shall be known as "Board of Regents of The University of Texas Dormitory Revenue Bonds, Series 1956" and said Bonds 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, maturity and right of prior redemption.

Section 4. That the Bonds shall be numbered consecutively from One (1) to Four Thousand One Hundred Fifty (4, 150), both inclusive, of the denomination of One Thousand Dollars (\$1, 000. 00) each, aggregating Four Million One Hundred Fifty Thousand Dollars (\$4, 150, 000. 00).

Section 5. That said Bonds shall bear interest from their date at the rate of Two and Three-Fourths per cent (2-3/4%) per annum, payable October 1, 1956, and semi-annually thereafter on April 1 and October 1 of each year.

Section 6. That said Bonds shall be dated April 1, 1956, and the principal thereof and interest thereon shall be payable at The American National Bank of Austin, Austin, Texas, or, at the option of the holder, at Bankers Trust Company of New York, New York, New York, (hereinafter sometimes collectively called the "Places of Payment"), 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 shall mature and become due and payable on April 1 of each of the years, and in the amounts, respectively, as follows:

<u>BOND NUMBERS</u>	<u>MATURITY DATES</u>	<u>AMOUNTS</u>
1 to 60, both incl.	April 1, 1959	\$ 60,000.00
61 to 120, " "	April 1, 1960	60,000.00
121 to 180, " "	April 1, 1961	60,000.00
181 to 240, " "	April 1, 1962	60,000.00
241 to 300, " "	April 1, 1963	60,000.00
301 to 370, " "	April 1, 1964	70,000.00
371 to 440, " "	April 1, 1965	70,000.00
441 to 510, " "	April 1, 1966	70,000.00
511 to 580, " "	April 1, 1967	70,000.00
581 to 660, " "	April 1, 1968	80,000.00
661 to 740, " "	April 1, 1969	80,000.00
741 to 820, " "	April 1, 1970	80,000.00
821 to 900, " "	April 1, 1971	80,000.00
901 to 990, " "	April 1, 1972	90,000.00
991 to 1,080, " "	April 1, 1973	90,000.00
1,081 to 1,170, " "	April 1, 1974	90,000.00
1,171 to 1,260, " "	April 1, 1975	90,000.00
1,261 to 1,360, " "	April 1, 1976	100,000.00
1,361 to 1,460, " "	April 1, 1977	100,000.00
1,461 to 1,560, " "	April 1, 1978	100,000.00
1,561 to 1,670, " "	April 1, 1979	110,000.00
1,671 to 1,780, " "	April 1, 1980	110,000.00
1,781 to 1,890, " "	April 1, 1981	110,000.00
1,891 to 2,010, " "	April 1, 1982	120,000.00
2,011 to 2,130, " "	April 1, 1983	120,000.00
2,131 to 2,260, " "	April 1, 1984	130,000.00
2,261 to 2,390, " "	April 1, 1985	130,000.00
2,391 to 2,530, " "	April 1, 1986	140,000.00
2,531 to 2,670, " "	April 1, 1987	140,000.00
2,671 to 2,810, " "	April 1, 1988	140,000.00
2,811 to 2,960, " "	April 1, 1989	150,000.00
2,961 to 3,110, " "	April 1, 1990	150,000.00
3,111 to 3,270, " "	April 1, 1991	160,000.00

<u>BOND NUMBERS</u>	<u>MATURITY DATES</u>	<u>AMOUNTS</u>
3,271 to 3,430, both incl.	April 1, 1992	\$ 160,000.00
3,431 to 3,600, " "	April 1, 1993	170,000.00
3,601 to 3,780, " "	April 1, 1994	180,000.00
3,781 to 3,960, " "	April 1, 1995	180,000.00
3,961 to 4,150, " "	April 1, 1996	190,000.00

Section 8. The Board reserves the option of calling Bonds Numbers 3,271 through 4,150, 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 3,271 through 4,150, both inclusive, or after all of said Bonds Numbers 3,271 through 4,150, shall have been retired in any manner, then the Board shall have the option of calling Bonds Numbers 511 through 3,270, both inclusive, for redemption prior to maturity, in whole or in part, in inverse numerical order, on October 1, 1966, 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 Bond so redeemed as follows:

- 3 % on all such Bonds redeemed during the period from October 1, 1966 through April 1, 1971, both inclusive;
- 2-1/2% on all such Bonds redeemed during the period from October 1, 1971 through April 1, 1976, both inclusive;
- 2 % on all such Bonds redeemed during the period from October 1, 1976 through April 1, 1981, both inclusive;
- 1-1/2% on all such Bonds redeemed during the period from October 1, 1981 through April 1, 1986, both inclusive;
- 1 % on all such Bonds redeemed after April 1, 1986.

Notice of redemption is to be published in a financial publication in the English language in the City of New York, New York, at least once, not more than sixty (60) days nor less than Thirty (30) days before the date fixed for such payment, and 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 more than sixty (60) days nor 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 premium required. Upon the happening of the above conditions said Bonds thus called shall not thereafter bear interest. 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 earlier than sixty (60) days nor later 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 Bond, when due, shall be payable to the person presenting the Bond. Any such Bond 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 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 registrations 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 by the registered owner or by his duly authorized attorney and such registration noted upon the said Bond. 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.

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Section 10. That no one of the Bonds shall be entitled to priority over any other Bond in the application of the revenues hereinafter pledged to the payment of the principal of and interest on the Bonds, except as to maturity date and right of prior redemption as provided in this resolution.

Section 11. All Bonds issued hereunder shall be executed on behalf of the Board by the facsimile signature of the Chairman of the Board, with the seal of the Board to be affixed to such Bonds and attested by the manual signature of the Secretary of the Board.

The interest coupons to be attached to the said Bonds shall be executed by the facsimile signatures of the Chairman of the Board and the Secretary of the Board.

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
DORMITORY REVENUE BOND
SERIES 1956

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 April, 19___, but solely from the revenues 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 Two and Three-Fourths per cent (2-3/4%) per annum, payable October 1, 1956, and thereafter semi-annually on the first day of April and the first day of October 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 American National Bank of Austin, Austin, Texas, or, at the option of the holder, at Bankers Trust Company of New York, 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 One (1) to Four Thousand One Hundred Fifty (4,150), both inclusive, of the denomination of One Thousand Dollars (\$1,000.00) each, aggregating Four Million One Hundred Fifty Thousand Dollars (\$4,150,000.00), issued pursuant to a Resolution adopted by the Board

on the 3rd day of February, 1956, for the purpose of paying the cost of the construction, on the campus of The University of Texas at Austin, Travis County, Texas, of a new women's dormitory building, including dining and necessary appurtenant facilities, designed to house and accommodate approximately 776 women students, said dormitory to be named Kinsolving Dormitory, (hereinafter sometimes called the "Project"), all issued under the Constitution and Laws of the State of Texas, and particularly Article 2909c, Revised Civil Statutes of Texas, 1925, as amended, and all equally and ratably secured by and payable from a first lien on and pledge of the revenues derived from the operation of the Project, Andrews Dormitory and Carothers Dormitory, all being located on the campus of The University of Texas at Austin, Travis County, Texas, after deduction therefrom only the reasonable cost of maintaining and operating the Project, Andrews Dormitory and Carothers Dormitory. This Bond and the issue of which it is a part, and the interest thereon, constitute special obligations of the Board and are payable solely from said Net Revenues, and do not constitute an indebtedness of the State of Texas or the University. 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.

* The Board reserves the option of calling Bonds Numbers 3,271 through 4,150, 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 3,271 through 4,150, both inclusive, or after all of said Bonds Numbers 3,271 through 4,150, shall have been retired in any manner, then the University shall have the option of calling Bonds Numbers 511 through 3,270, both inclusive, for redemption prior to maturity, in whole or in part, in inverse numerical order, on October 1, 1966, 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 Bond so redeemed as follows:

- 3 % on all such Bonds redeemed during the period from October 1, 1966 through April 1, 1971, both inclusive;
- 2-1/2% on all such Bonds redeemed during the period from October 1, 1971 through April 1, 1976, both inclusive;
- 2 % on all such Bonds redeemed during the period from October 1, 1976 through April 1, 1981, both inclusive;
- 1-1/2 % on all such Bonds redeemed during the period from October 1, 1981 through April 1, 1986, both inclusive;
- 1 % on all such Bonds redeemed after April 1, 1986.

*** Notice of redemption is to be published in a financial publication published in the English language in the City of New York, New York, at least once, not more than sixty (60) days nor less than thirty (30) days before the date fixed for such payment, and 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 more than sixty (60) days nor 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 premium required. Upon the happening of the above conditions said Bonds thus called shall not thereafter bear interest. 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 earlier than sixty (60) days nor later 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 attorney duly authorized thereunto 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 Project, Andrews Dormitory and Carothers Dormitory and the facilities and services afforded by same, to establish and continuously maintain, rental, use, occupancy and other charges sufficient to pay the reasonable operation and maintenance expenses thereof, the principal of and interest on the Bonds as each Bond matures and as such interest falls due, and to establish and maintain an adequate reserve as is more fully provided in the Resolution authorizing the Bonds; and that it has established and will maintain in force such parietal rules as shall be necessary to assure maximum use and occupancy of the Project, Andrews Dormitory and Carothers Dormitory.

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

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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 specified herein.

IN WITNESS WHEREOF, THE BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS has caused this Bond to be executed by the facsimile signature of the Chairman of said Board, with the seal of said Board hereunto affixed and attested by the manual signature of the Secretary of said Board, and the interest coupons attached hereto to be executed by the facsimile signatures of the Chairman of said Board and the Secretary of said Board, and this Bond to be dated April 1, 1956.

BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS

By _____
Chairman

ATTEST:

Secretary

(* , ** and *** - These paragraphs to be omitted from Bonds Nos. 1 to 510, both inclusive.)

(FORM OF INTEREST COUPON)

\$ 13.75 NO. _____

On the first day of _____, 19__ , upon surrender of this coupon, *(unless the Bond to which this coupon is attached 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 American National Bank of Austin, Austin, Texas, or, at the option of the holder, at Bankers Trust Company of New York, New York, New York, but solely from the revenues specified in the Bond to which this coupon is attached, Thirteen and 75/100 Dollars (\$13 75), 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 Dormitory Revenue Bond, Series 1956, dated April 1, 1956. 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 By _____
Chairman

(* - To be omitted from all coupons attached to Bonds Nos. 1 to 510, both inclusive, and from coupons maturing prior to October 1, 1966 attached to Bonds Nos. 511 to 3,270, both inclusive.)

(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.

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.

<u>NAME OF REGISTERED HOLDER</u>	<u>DATE OF REGISTRATION</u>	<u>SIGNATURE OF REGISTRAR</u>
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____

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 "Project" shall mean the following facilities to be constructed, on the campus of the University at Austin, Travis County, Texas: a new women's dormitory building, including dining and necessary appurtenant facilities, designed to house and accommodate approximately 776 women students, said dormitory to be named Kinsolving Dormitory, together with all extensions and improvements thereto and replacements thereof, hereafter constructed or acquired.

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

The term "University" shall mean The University of Texas.

The term "Net Revenues" shall mean the gross revenues derived from the operation of the Project, Andrews Dormitory and Carothers Dormitory, after deduction therefrom only the reasonable cost of maintaining and operating said Project, Andrews Dormitory and Carothers Dormitory and the facilities and services afforded by same.

The term "Bonds" shall mean the \$4,150,000.00 of Series 1956 Dormitory Revenue Bonds issued hereunder.

The term "Places of Payment" shall mean collectively The American National Bank of Austin, Austin, Texas, and Bankers Trust Company of New York, 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 derived from the operation of the Project, Andrews Dormitory and Carothers Dormitory, all being located on the campus of the University at Austin, Travis County, Texas, and said first lien and pledge are hereby irrevocably created and made.

So long as any of the Bonds or interest thereon remain outstanding and unpaid, the Board will not issue any additional obligations payable from the revenues of the Project, Andrews Dormitory or Carothers Dormitory, unless the lien and pledge as to such obligations is made junior and subordinate in all respects to the lien and pledge as to the Bonds herein authorized.

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 Project, Andrews Dormitory or Carothers Dormitory or any substantial part thereof.

Section 15. That the Bonds and interest thereon shall constitute special obligations of the Board, payable solely from the Net Revenues herein pledged, and such obligations shall not constitute an indebtedness of the University nor the State of Texas, 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.

Section 16. That commencing on the date upon which the Project becomes revenue-producing, all of the gross revenues received from the operation of the Project, Andrews Dormitory and Carothers Dormitory, and all facilities and services afforded by same or any part thereof, shall be deposited and kept at an official depository of the Board, and such revenues shall be carried on the books of the Board as a separate account or accounts to be entitled the "Series 1956 Revenue Fund" (hereinafter sometimes called the "Revenue Fund"). Payment of all reasonable operation and maintenance expenses of the Project, Andrews Dormitory and Carothers Dormitory shall be made from the Revenue Fund.

Section 17. That to pay the interest on and principal of the Bonds there is hereby created and ordered to be established at The American National Bank of Austin, Austin, Texas, a separate "Bond and Interest Sinking Fund Account" (hereinafter sometimes called the "Bond Fund"). There is further created and ordered to be established within the Bond Fund an account entitled "Reserve Account". All money in the Bond Fund in excess of the debt service requirements for 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 of the Bonds, and accrued interest thereon, and concurrently with the delivery of the Bonds to the purchaser, there is hereby ordered to be placed in the Bond Fund a sum of money equal to the amount of interest on the Bonds which will accrue on October 1, 1956, April 1, 1957, October 1, 1957, April 1, 1958 and October 1, 1958. 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. (1) That on or before the 20th day of March, 1959, and on or before the 20th day of each September and March thereafter, the Board shall deposit from the Revenue Fund to the credit of the Bond Fund, a sum of money not less than \$120,000.00 until such time as the total amount in the Bond Fund is sufficient to pay the principal of and interest on the Bonds for the remainder of the then current calendar year and for the next two succeeding calendar years. After and so long as such a balance is maintained in the Bond Fund, the Board shall deposit in the Bond Fund semi-annually on or before the 20th day of March and the 20th day of September of each year, respectively, an amount of money not less than one-half (1/2) of the next maturing principal on the Bonds and all of the next accruing interest on the Bonds. But if at any time, or from time to time thereafter, the amount of money in the Bond Fund is reduced below the sum of (1) the principal and interest requirements for the then current calendar year and (2) the principal and interest requirements for the next two succeeding calendar years, the Board shall resume payments into the Bond Fund at the rate of \$120,000.00 semi-annually as prescribed above until the Bond Fund contains such sum. Money in the Reserve Account shall be used finally in retiring the last of the Bonds outstanding or for paying principal and/or interest on the Bonds when and to the extent the amount in the Bond Fund is otherwise insufficient for such purpose.

(2) In making deposits into the Bond Fund, except as to the initial deposit from Bond proceeds, it is contemplated that money for that purpose will be withdrawn from the Revenue Fund to the extent that such fund contains net revenues available for such withdrawals. Such Revenue Fund is hereby pledged for such use and purpose, and the proper officers of the Board are authorized to make such use of it, having due regard for the necessity of using money from such fund for maintenance and operation expenditures.

(3) On or before the last day of September, 1956, and on or before the last day of each March and of each September thereafter while any of the Bonds or coupons thereon 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, if any, as will accrue or mature on the October 1 or April 1 immediately following.

(4) That money in the Bond Fund and the Revenue Fund 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 the Bond Fund and the Revenue Fund.

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

(6) Any money in the Revenue Fund in excess of that needed for maintenance and operating expenses and for the payments required herein to be made into the Bond Fund, including the Reserve Account, may be used by the Board to redeem Bonds prior to their scheduled maturity upon compliance with the requirements in reference to calling of Bonds for redemption, or for any other lawful purpose, including the securing and payment of any junior or subordinate lien bonds as may be authorized to be issued by law and not inconsistent with the terms of this Resolution.

Section 20. 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 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, prior to the maturity of each installment of interest and prior to the maturity of each such Bond, at the times and in the manner prescribed herein, deposit or cause to be deposited, from the Net Revenues 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 land upon which the Project is to be constructed, and the land upon which Andrews Dormitory and Carothers Dormitory are 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 Project, Andrews Dormitory and Carothers Dormitory and the lands pertaining thereto, 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; it is lawfully qualified to pledge the Net Revenues of the Project, Andrews Dormitory and Carothers Dormitory 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 Project, Andrews Dormitory and Carothers Dormitory; 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 Project, Andrews Dormitory and Carothers Dormitory or any part thereof, the lien of which would be prior to or interfere with the lien hereof, so that the priority of the lien granted hereunder shall be fully preserved, and that it will not create or suffer to be created any mechanic's, laborer's, materialman's or other lien or charge whatsoever upon the Project, Andrews Dormitory and Carothers Dormitory, or any part thereof or upon the income and profits thereof which might or could be prior to the lien hereof, or do or suffer any matter or thing whereby the lien hereof might or could be impaired, provided, however, that no such tax, assessment or charge, and that no such claim 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.

(e) It will not do or suffer any act or thing whereby the Project, Andrews Dormitory and Carothers Dormitory or any part thereof might or could be impaired, and it will at all times maintain, preserve and keep the real and tangible property of the Project, Andrews Dormitory and Carothers Dormitory, and every part 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) It will establish and maintain so long as any of the Bonds are outstanding, such parietal rules, rental rates and charges for the use of the Project, Andrews Dormitory and Carothers Dormitory as may be necessary to assure maximum occupancy and use of the same and all of the facilities and services afforded thereby, and to pay the reasonable operation and maintenance costs thereof and to provide sufficient money for debt service and all other payments and charges as are required under this Resolution. Reference is made to a resolution adopted by the Board concurrently with the authorization of this Resolution, establishing initially parietal rules and rates effective as to the Project, Andrews Dormitory and Carothers Dormitory. The

Board will do all things necessary or convenient to enforce the provisions of such resolution, assuming the obligation to amend such resolution from time to time to render it fully efficient.

(g) (1) Upon acceptance of the Project from the contractor, or upon occupancy of the Project, whichever shall first occur, the Board shall procure fire and extended coverage insurance on the Project, and upon receipt of funds from the first sale of Bonds, the Board shall, if such insurance is not already in force, procure fire and extended coverage insurance on Andrews Dormitory and Carothers Dormitory. The foregoing fire and extended coverage insurance shall be maintained so long as any of the Bonds are outstanding and shall be in amounts at least sufficient to provide for full recovery whenever a loss from perils insured against does not exceed eighty per cent (80%) of the full insurable value of the building. 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 expense of operation.

(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.

(4) If the funds received from said insurance policies on account of any loss shall be insufficient to make the building or buildings suffering such loss tenantable or useable, then the Board shall hold said funds for the benefit of the holders of the outstanding Bonds and coupons, as their respective interests may appear.

(h) Immediately upon occupancy of the Project and at all times thereafter when the funds of the Bond fund are inadequate to meet the then current year's and the next succeeding two years' debt service requirements on the Bonds, the Board shall procure and maintain use and occupancy insurance on the Project in an amount sufficient to enable the Board to deposit in the 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 of the Project during the time the Project 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. Prior to the receipt of the proceeds from the first sale of Bonds, the Board shall procure insurance on a like basis on Andrews Dormitory and Carothers Dormitory. Proceeds of any loss under such insurance shall be payable to the Board and deposited in the Bond Fund. Premiums on such insurance shall be paid from the Revenue Fund, as an expense of operation.

(i) It will, on or before February 1, 1958, and on or before February 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 20 with respect to the maintenance of insurance and listing all policies carried, and that all insurance premiums which became due during such year 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 Project, Andrews Dormitory and Carothers Dormitory, and all books, documents and vouchers relating to the properties, business and affairs of the Project, Andrews Dormitory and Carothers Dormitory shall at all reasonable times be made available for the 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 are outstanding, an audit will be made of its books and accounts relating to the Project, Andrews Dormitory and Carothers Dormitory 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, 1958, 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 21. Any moneys in the Bond Fund, including the Reserve 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 Bond Fund. Such obligations shall be sold when so ordered by the Board and the Board shall in all events order such sale when necessary to prevent any default in connection with the Bonds. All moneys collected on such sales or at maturity shall be deposited therein. If a loss be incurred on any sale, the Board covenants to immediately deposit into the Bond Fund moneys available therefor sufficient to offset such loss.

Section 22. The Board will establish with The American National Bank of Austin, Austin, Texas, 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. All moneys remaining in the Project Account after final completion of the Project shall be deposited in the Bond Fund.

All monies in the Project Account shall be secured in the same manner and to the same extent as monies in the Bond Fund.

Section 23. 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, but for general women's dormitory purposes.

Section 24. 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.

PASSED AND APPROVED this the 3rd day of February, 1956.

/s/ Tom Sealy
Chairman, Board of Regents,
The University of Texas.

ATTEST:

/s/ Betty Anne Thedford
Secretary, Board of Regents,
The University of Texas.

Mr. Lockwood moved that the resolution be adopted. Mr. Voyles seconded the motion, and the resolution was unanimously adopted by the seven members of the Board of Regents present at the meeting.

Chairman Sealy introduced the following Resolution Awarding Bonds to U. S. Government:

THE STATE OF TEXAS :

COUNTY OF TRAVIS :

The Board of Regents of The University of Texas convened in Regular Meeting on the 3rd day of February, 1956, at the Main Building of The University of Texas, in Austin, Texas, at 9:30 A. M. , with the following members and officers of the Board of Regents present, to wit:

Tom Sealy,	Chairman,
Claude W. Voyles,	Vice-Chairman,
Mrs. Charles Devall, :	
Leroy Jeffers, :	
J. Lee Johnson, III, :	Members,
Lee Lockwood :	
Dr. Merton M. Minter :	
Betty Anne Thedford,	Secretary,

with the following members of the Board of Regents absent, to wit:
Messrs. Oates and Sorrell

constituting a quorum of the said Board, at which meeting the following, among other business, was transacted, to wit:

Mr. Sealy introduced a resolution which was read by the Secretary. Mr. Lockwood moved that the resolution be adopted. Mr. Voyles seconded the motion.

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

AYES: Messrs. Sealy, Voyles, Jeffers, Johnson, Lockwood, Minter, and Mrs. Devall.

NOES: None.

The resolution as adopted is as follows:

RESOLUTION

BY THE BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS
AWARDING TO THE PURCHASER \$4,150,000.00 BOARD OF
REGENTS OF THE UNIVERSITY OF TEXAS DORMITORY REVENUE
BONDS, SERIES 1956.

WHEREAS, the Board of Regents of The University of Texas has under consideration the sale of its \$4,150,000.00 Dormitory Revenue Bonds, Series 1956, dated April 1, 1956, bearing interest at a rate of not exceeding 2-3/4% per annum, payable October 1, 1956, and semi-annually thereafter on April 1 and October 1 of each year, maturing serially throughout the years 1959 to 1996, both inclusive; and

WHEREAS, the following offer was received:

<u>NAME OF OFFERER</u>	<u>PRICE</u>	<u>INTEREST RATE</u>
The United States of America	Par and accrued interest	2-3/4%

; and

WHEREAS, after having received and considered the offer of The United States of America for the \$4,150,000.00 of bonds, which offer is par and accrued interest to date of delivery at an interest rate of 2-3/4% per annum, and is the best and only bid received for said bonds, it is considered to be to the best interest of the University that said offer be accepted;

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

1. That the offer of The United States of America for said \$4,150,000.00 of bonds, being par and accrued interest to date of delivery for bonds bearing interest at a rate of 2-3/4% per annum, be and the same is hereby accepted.

2. That the Chairman and Secretary of the Board of Regents be and they are hereby ordered and directed to do any and all things necessary to complete the delivery of said bonds to the purchaser, in accordance with its offer.

ADOPTED AND APPROVED this the 3rd day of February, 1956.

/s/ Tom Sealy
Chairman, Board of Regents,
The University of Texas.

ATTEST:

/s/ Betty Anne Thedford
Secretary, Board of Regents,
The University of Texas.

Mr. Lockwood moved that the resolution be adopted. Mr. Voyles seconded the motion, and the resolution was unanimously adopted by the seven members of the Board of Regents present at the meeting.

Chairman Sealy introduced the following Parietal Rules Resolution:

THE STATE OF TEXAS :

COUNTY OF TRAVIS :

The Board of Regents of The University of Texas convened in Regular Meeting on the 3rd day of February, 1956, at the Main Building of The University of Texas, in Austin, Texas, at 9:30 A. M., with the following members and officers of the Board of Regents present, to-wit:

Tom Sealy,	Chairman,
Claude W. Voyles,	Vice-Chairman,
Mrs. Charles Devall, :	
Leroy Jeffers, :	
J. Lee Johnson, III :	Members,
Lee Lockwood, :	
Dr. Merton M. Minter, :	
Betty Anne Thedford,	Secretary,

with the following members of the Board of Regents absent, to-wit:
Messrs. Oates and Sorrell

constituting a quorum of the said Board, at which meeting the following, among other business was transacted, to wit:

Mr. Sealy introduced a resolution which was read by the Secretary. Mr. Lockwood moved that the resolution be adopted. Mr. Voyles seconded the motion.

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

AYES: Messrs. Sealy, Voyles, Jeffers, Johnson, Lockwood, Minter, and Mrs. Devall.

NOES: None.

The resolution as adopted is as follows:

RESOLUTION

BY THE BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS, COVENANTING TO ESTABLISH AND ENFORCE SUCH PARIETAL RULES AND REGULATIONS AS WILL ASSURE MAXIMUM OCCUPANCY AND USE OF THE FACILITIES AND SERVICES TO BE AFFORDED BY KINSOLVING DORMITORY, ANDREWS DORMITORY AND CAROTHERS DORMITORY, 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 DORMITORY REVENUE BONDS, SERIES 1956.

WHEREAS, the Board of Regents of The University of Texas (hereinafter sometimes called the "Board") is authorized to enter into an agreement relating to the maintenance of a maximum percentage of occupancy and use of facilities whose net revenues are pledged to the payment of principal of and interest on Bonds of said Board, and

WHEREAS, concurrently with the adoption of this resolution the Board has authorized the issuance of \$4,150,000.00 of Board of Regents of The University of Texas Dormitory Revenue Bonds, Series 1956, (hereinafter sometimes called "Bonds"), for the purpose of paying the cost of the construction, on the campus of The University of Texas at Austin, Travis County, Texas, of a new women's dormitory building, including dining and necessary appurtenant facilities, designed to house and accommodate approximately 776 women students, said dormitory to be named Kinsolving Dormitory, (hereinafter sometimes called the "Project"), and has pledged the net revenues from said Project, Andrews Dormitory and Carothers Dormitory, and the services and facilities provided thereby, to the payment of the principal of and interest on the Bonds, and

WHEREAS, the Board has covenanted with the prospective holders of the aforesaid Bonds that it will at all times while the Bonds are outstanding, establish and maintain such parietal rules for the aforesaid Project, Andrews Dormitory and Carothers Dormitory as are necessary to assure maximum occupancy and use of said facilities,

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

1. That this Board hereby establishes and covenants to enforce so long as any of the Bonds are outstanding or unpaid these parietal rules and regulations that will assure maximum occupancy and use of the facilities and services afforded by the aforesaid Project, Andrews Dormitory and Carothers Dormitory.
2. That in the event more space or facilities should become available for dormitory, housing or dining purposes than are required by students applying for such space or facilities, the officers of The University of Texas are hereby directed to give preference and priority to the use of the aforesaid Project, Andrews Dormitory and Carothers Dormitory, resulting to the extent practicable in the occupancy and use of all the space and services of said Project, Andrews Dormitory and Carothers Dormitory, even if such preference results in the non-use of all or a part of the space or facilities available at The University of Texas at Austin, Texas, in any other dormitory, house or any other building which may be suitable or useable for dormitory, housing or dining purposes.
3. That to the extent that any surplus space or facilities shall ever become available in the said Project, Andrews Dormitory or Carothers Dormitory while any of the Bonds remain outstanding and unpaid, it shall be the duty of the officers of The University of Texas to enforce a rule requiring occupancy and use, to the extent practicable, of said Project, Andrews Dormitory and Carothers Dormitory by students attending The University of Texas, and this provision shall be considered as a rule for guidance of said officers.

4. That the officers of The University of Texas are hereby directed to utilize and to cause the utilization of said Project, Andrews Dormitory and Carothers Dormitory in such manner as they will yield the maximum revenues of which they are reasonably capable, to the end that the Bonds may be adequately serviced.

5. That such rules shall be amended from time to time as the conditions arise so as to meet changing conditions, better to assure the fulfillment of this pledge.

6. Notwithstanding the foregoing provisions of this resolution, it is specifically provided that the parietal rules herein set forth shall be subordinate to the parietal rules heretofore adopted by the Board in connection with the issuance of Board of Regents of The University of Texas Dormitory Revenue Bonds, Series 1954, dated September 1, 1954, insofar as there may be any conflict.

PASSED AND APPROVED this the 3rd day of February, 1956.

/s/ Tom Sealy
Chairman, Board of Regents,
The University of Texas.

ATTEST:

/s/ Betty Anne Thedford
Secretary, Board of Regents,
The University of Texas.

Mr. Lockwood moved that the resolution be adopted. Mr. Voyles seconded the motion, and the resolution was unanimously adopted by the seven members of the Board of Regents present at the meeting.

Chairman Sealy introduced the following Rental Rates Resolution:

THE STATE OF TEXAS :

COUNTY OF TRAVIS :

The Board of Regents of The University of Texas convened in Regular Meeting on the 3rd day of February, 1956, at the Main Building of The University of Texas, in Austin, Texas, at 9:30 A.M., with the following members and officers of the Board of Regents present, to-wit:

- | | |
|-------------------------|----------------|
| Tom Sealy, | Chairman, |
| Claude W. Voyles, | Vice-Chairman, |
| Mrs. Charles Devall, : | |
| Leroy Jeffers, : | |
| J. Lee Johnson, III, : | Members, |
| Lee Lockwood, : | |
| Dr. Merton M. Minter, : | |
| Betty Anne Thedford, | Secretary, |

with the following members of the Board of Regents absent, to-wit:
Messrs. Oates and Sorrell

constituting a quorum of the said Board, at which meeting the following, among other business was transacted, to-wit:

Mr. Sealy introduced a resolution which was read by the Secretary. Mr. Lockwood moved that the resolution be adopted. Mr. Voyles seconded the motion.

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

AYES: Messrs. Sealy, Voyles, Jeffers, Johnson, Lockwood, Minter, and Mrs. Devall.

NOES: None.

The resolution as adopted is as follows:

RESOLUTION

BY THE BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS, FIXING THE RATES FOR SERVICES AND FACILITIES OF KINSOLVING DORMITORY, ANDREWS DORMITORY AND CAROTHERS DORMITORY, 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 DORMITORY REVENUE BONDS, SERIES 1956.

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 \$4,150,000.00 of Board of Regents of The University of Texas Dormitory Revenue Bonds, Series 1956, (hereinafter sometimes called the "Bonds") for the purpose of paying the cost of the construction, on the campus of The University of Texas at Austin, Travis County, Texas, of a new women's dormitory building, including dining and necessary appurtenant facilities, designed to house and accommodate approximately 776 women students, said dormitory to be named Kinsolving Dormitory, (hereinafter sometimes called the "Project") and has pledged the net revenues from said Project, Andrews Dormitory and Carothers Dormitory and the services and facilities provided thereby, 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 a schedule of rates and charges be fixed for the use of said facilities,

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

1. That the following rentals, rates and charges for the use of the facilities, the net revenues of which have been so pledged, are hereby found to be reasonable and are hereby established and shall remain in force and effect until and unless changed by this Board in accordance with covenants contained in the Resolution authorizing

the issuance of said Bonds, to-wit:

(1) At Kinsolving Dormitory:

Students Accommodated - 776,

Charge per Student:

For Room Rent

\$35.00 per student per month for 384 students,
\$32.50 per student per month for 392 students,

For Board

\$52.50 per student per month for all students;

(2) At Andrews Dormitory and Carothers Dormitory:

For Room Rent

\$20.00 per student per month,

For Board

\$52.50 per month per student.

2. That the rates thus fixed herein shall remain in force and effect until and unless changed by order of the Board of Regents, which reserves the right and has covenanted to alter said rates as and when considered by it necessary to make the payments it has covenanted to make in the Resolution authorizing the aforesaid Bonds.

3. 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.

PASSED AND APPROVED this the 3rd day of February, 1956.

/s/ Tom Sealy
Chairman, Board of Regents,
The University of Texas.

ATTEST:

/s/ Betty Anne Thedford
Secretary, Board of Regents,
The University of Texas.

Mr. Lockwood moved that the resolution be adopted. Mr. Voyles seconded the motion, and the resolution was unanimously adopted by the seven members of the Board of Regents present at the meeting.

ATTENDANCE. --Mr. Lockwood was excused from the meeting to attend to important business. Mr. Sorrell came into the meeting.

FEB 8 1956

MAIN UNIVERSITY

430

**NOMENCLATURE AND DUTIES OF STANDING COMMITTEES;
REVISED SCHEDULES FOR MEETINGS OF THE BOARD OF
REGENTS AND MEETINGS OF REGENTAL COMMITTEES. --**

Pursuant to action of the Board of Regents at its meeting in Galveston on May 13, 1955, as reflected in the Permanent Minutes, Volume III, Page 551, and in accordance with informal discussions by the Board members and the Administration about the desirability of arranging the schedules for meetings of the Board of Regents and meetings of the Regental Committees so as to permit the heads of the various institutions to meet with the Board in the early part of the meeting and release them from attendance for the duration of the meeting, Chairman Sealy reported the following plan:

1. Meeting of the Advisory Council on Administrative Policy on Thursday morning
2. Committee meetings on Thursday afternoon as follows:
 - 2:00 P. M. - Land and Investment Committee
 - 3:30 P. M. - Buildings and Grounds Committee
 - 3:30 P. M. - Academic and Developmental Affairs Committee
 - 4:30 P. M. - Medical Affairs Committee
3. Open Board meeting on Friday morning with Committee reports, docket items and other matters that may be considered in an open or public meeting (from 11:30 to 12:30, however, we will meet as a Committee of the Whole to receive items for deliberation from each Administrative Head of each of our Branches)
4. Committee of the Whole on Friday afternoon
5. Committee of the Whole on Saturday morning until all executive matters are disposed of. The Board will then hold an open meeting and will adjourn at noon on Saturday.

Under this arrangement all Branch Administrative Heads will be through as of Friday noon and free to go home.

**STANDING COMMITTEES OF THE BOARD OF REGENTS*
OF THE UNIVERSITY OF TEXAS**

EXECUTIVE COMMITTEE:

Voyles, Chairman
Jeffers
Oates
Sorrell
Lockwood

BUILDINGS AND GROUNDS COMMITTEE (formerly Developmental
Affairs and Public Relations Committee):

Lockwood, Chairman
Devall
Johnson

LAND AND INVESTMENT COMMITTEE:

Jeffers, Chairman
Voyles
Sorrell
Johnson

ACADEMIC AND DEVELOPMENTAL AFFAIRS COMMITTEE
(formerly Academic and Student Affairs):

Sorrell, Chairman
Jeffers
Minter
Voyles

MEDICAL AFFAIRS COMMITTEE:

Oates, Chairman
Minter
Sorrell
Jeffers

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

Since the primary duties of the Executive Committee involve the consideration and determination of matters requiring attention between regular sessions of the Board, no meeting hours have been scheduled for this Committee on Thursday afternoon, but the Committee will meet at the call of the Chairman of the Committee if any matters are required for its consideration.

RATIFICATION, MEMORANDUM AGREEMENT, BUCHANAN FOUNDATION. -- Upon motion of Mr. Sorrell, seconded by Mrs. Devall, the Board ratified the signature of President Logan Wilson on the memorandum of tentative agreement between the William Buchanan Foundation and the Board of Regents of The University of Texas. A copy of this agreement is in the Secretary's Files, Vol. III, ^{page 159} A final report will be forthcoming on this item.

See R. 537.

MAIN UNIVERSITY

APPOINTMENT, ASSOCIATE DEAN OF ARTS AND SCIENCES, MAIN UNIVERSITY. -- Upon the recommendation of President Wilson and on motion of Mr. Sorrell, duly seconded, the Board approved the appointment of D. C. Reddick as Associate Dean

of the College of Arts and Sciences in charge of the Student Division (one-half time) and Professor of Journalism (one-half time) at a salary rate of \$8,500 for nine months effective September 16, 1956.

DEAN EMERITUS, L. L. CLICK, MAIN UNIVERSITY. --Because of Dean L. L. Click's long service to the University, his deep concern for the welfare of students, and his broad human sympathies, among other fine characteristics, President Wilson recommended that he be named Dean Emeritus of the College of Arts and Sciences when he goes on modified service September, 1956, and this recommendation was adopted upon a motion duly made and seconded.

CENTRAL ADMINISTRATION

REPORT AND RATIFICATION OF INTERIM ACTIONS OF EXECUTIVE COMMITTEE. --President Wilson reported that upon his recommendation, and by individual vote by mail, the following interim actions had been adopted by the members of the Executive Committee and were being reported for ratification by the Board:

Salary, Assistant to the President, F. L. Cox, Central Administration. --Increase the salary of F. L. Cox, Assistant to the President, Legal Adviser on Residence Matters, Professor of Business Law, from \$11,500 to \$12,500 for twelve months, effective January 1, 1956, the additional funds to come from the Available Fund Unappropriated Balance and the amount of the increase to be added to the salary in the President's Office carried under the title of Assistant to the President and Legal Adviser on Residence Matters.

Status and Salary, Doctor Ernest B. Evans, Medical Branch. --As recommended by Interim Executive Officer Blocker, change the status of Doctor Ernest B. Evans, Assistant Professor of Surgery and Attending Surgeon of the Medical Branch Hospitals; Director of Medical Services Curricula Division, at a salary rate of \$6,000 for twelve months to full time in the Department of Surgery as Assistant Professor of Orthopedic Surgery and Director of the Research Division of Orthopedic Surgery; Attending Surgeon, Medical Branch Hospitals, at a salary of \$9,000 for twelve months, effective January 1, 1956.

Adoption of Report. --Upon motion of Doctor Minter, seconded by Vice-Chairman Voyles, the Board ratified the foregoing interim actions of the Executive Committee.

RECESS: The Board of Regents recessed as a Committee of the Whole at 5:00 p. m., Friday, February 3, to reconvene at 9:00 a. m., Saturday, February 4.

Saturday
February 4, 1956

The Board of Regents reconvened as a Committee of the Whole in the President's Office at 9:30 a. m. with the following in attendance:

<u>Present</u>	<u>Absent</u>
Chairman Sealy	Regent Lockwood
Vice-Chairman Voyles	Regent Oates
Regent (Mrs.) Devall	
Regent Jeffers	
Regent Johnson	
Regent Minter	
Regent Sorrell	
President Wilson	
Secretary Thedford	

Also in attendance were Vice-President Boner, Vice-President Dolley, Vice-President Haskew, and Assistant to the President Cox.

MAIN UNIVERSITY

REPORT OF JOINT MEETING OF REGENTS' ACADEMIC AND DEVELOPMENTAL AFFAIRS COMMITTEE AND THE STUDENT LIAISON COMMITTEE. --Mr. Sorrell, Chairman of the Academic and Developmental Affairs Committee, gave a brief report of the joint meeting of this committee with the Student Liaison Committee. He pointed out that the agenda prepared by the students consisted of the following items and that all engaged in a general discussion of these items:

1. A study of Round-Up (Submitted to the Central Round-Up Committee)
2. Exemption for students with high grade average from operation of the freshman car ban. (Their proposal is that a student with a "B" average in one semester would be exempt in the following semester.)
3. Discussion of ways in which the students could be of help in the Constitutional Amendment (Permanent Fund) campaign.
4. Discussion of the interest of the student body in promoting higher academic standards and of the resolution of the Student Assembly on that project.

EDITORIAL POLICY, THE DAILY TEXAN. --Upon motion of Mr. Johnson, seconded by Mr. Sorrell, the Board approved the following statement:

◊ See Page 536.

The Board of Regents is much concerned with the editorial matter appearing in The Daily Texan during this year. Attention is

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directed to the following:

1. The Daily Texan was originally authorized by the Board of Regents to serve the dual purpose of a campus newspaper and a laboratory for the work of students in journalism.
2. The editorials and columns appearing in The Texan, whether written by members of The Texan staff or quoted from editorials or columns written by others, have the impact of being considered as implying attitudes and positions of the University. No such editorials, therefore, may violate the statutory prohibition against using appropriated funds of the University to influence the outcome of any election or the passage or defeat of any legislative measure (Sec. 4, Art. VI, H. B. 140, Fifty-fourth Legislature). Comments on the merits or demerits of any candidate or potential candidate for public office, on incumbents of public office, or on legislative matters are thus specifically prohibited as violations of the intent of the Texas Legislature. Editorial preoccupation with state and national political controversy is also manifestly a distortion of the basic function of The Daily Texan.

It is clear to the Board of Regents that the contents of the editorial page of The Texan during the 1955-56 year have violated the foregoing policies many times, and have also been violative of other policies set forth in the Official Handbook of Texas Student Publications. The President is requested to take steps immediately to have the Board of Directors of Texas Student Publications take firm and positive action to assure future compliance with these policies. The President is also requested to initiate a restudy and clarification of the editorial policies now stated in the Official Handbook of Texas Student Publications.

The Committee as a Whole resolved itself into regular session at 10:00 a. m.

CENTRAL ADMINISTRATION

CLASSIFICATION-PAY PLAN, OIL SCOUT, CENTRAL ADMINISTRATION. -- Upon recommendation of Berte R. Haigh, Geologist in Charge of University Lands, as presented by President Wilson, the Board upon motion of Mr. Sorrell, seconded by Mrs. Devall, approved the following range for Classification 5020, effective February 1, 1956.

<u>Class No.</u>	<u>Class Title</u>	<u>Range</u>
5020	Oil Scout	\$367-467

ADJOURNMENT. -- There being no further business the Board adjourned at 11:15 a. m.

Betty Anne Thedford
Betty Anne Thedford
Secretary