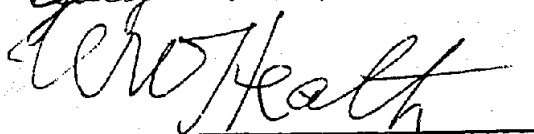
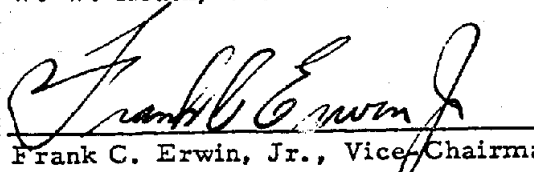


We, the undersigned members of the Board of Regents of
The University of Texas, hereby ratify and approve all
actions taken at this meeting to be reflected in the Minutes.

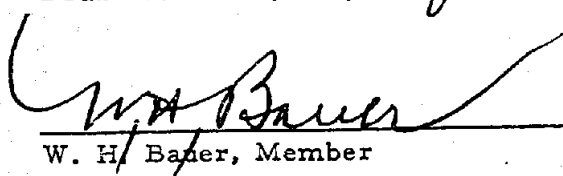
Signed this the 17th day of July, 1965, A.D.



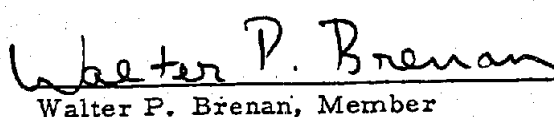
W. W. Heath, Chairman



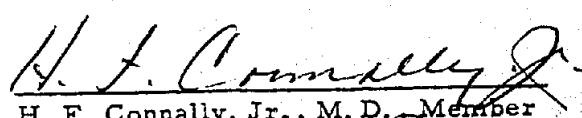
Frank C. Erwin, Jr., Vice-Chairman



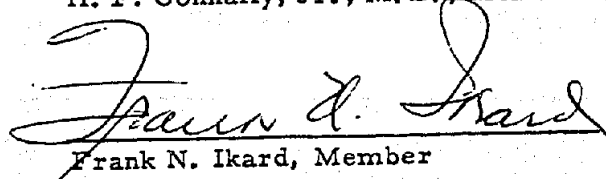
W. H. Bauer, Member



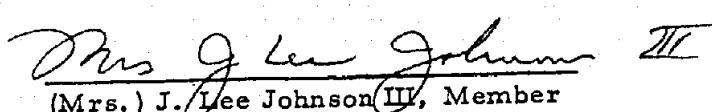
Walter P. Brennan, Member



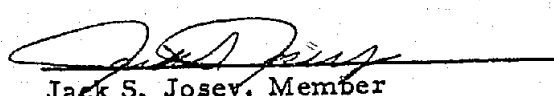
H. F. Connally, Jr., M. D., Member



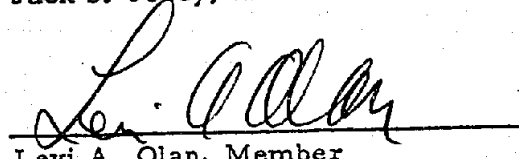
Frank N. Ikard, Member



(Mrs.) J. Lee Johnson III, Member



Jack S. Josey, Member



Levi A. Olan, Member

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MEETING NO. 635

FRIDAY, JULY 16, 1965.--At 9:30 a. m. on Friday, July 16, 1965, the Board of Regents convened in Regular Session in Room 212, Main Building.

ATTENDANCE.--

Present	Absent
Chairman Heath, presiding	NONE
Vice-Chairman Erwin	
Regent Bauer	
Regent Brennan	
Regent Connally	
Regent Ikard	
Regent (Mrs.) Johnson	
Regent Josey	
Regent Olan	
Chancellor Ransom	
Secretary Thedford	

Also present among the University personnel were the following:

Doctor James C. Dolley--Vice-Chancellor, Fiscal Affairs
 Doctor Norman Hackerman--Vice-Chancellor for Academic Affairs
 Doctor L. D. Haskew--Vice-Chancellor, Developmental Affairs
 Doctor Wilson Stone--Vice-Chancellor (See Page 101 .)
 Mr. Raymond Vowell--Vice-Chancellor for Federal and State Affairs
 (See Page 101 .)

Truman G. Blocker, Jr., M.D., Executive Director and Dean
 of the Medical Branch
 Dr. Carl Brewer, representing Dr. Paul A. Weiss, Dean of the
 Graduate School of Biomedical Sciences at Houston
 R. Lee Clark, M.D., Director of M. D. Anderson Hospital and
 Tumor Institute
 A. J. Gill, M.D., Dean of Southwestern Medical School
 John V. Olson, D.D.S., Dean of the Dental Branch
 F. Carter Pannill, M.D., Dean of South Texas Medical School
 Doctor Joseph M. Ray, President of Texas Western College
 Grant Taylor, M.D., Dean of the Division of Continuing Education,
 Graduate School of Biomedical Sciences at Houston
 Doctor Jack R. Woolf, President of Arlington State College

Press Representatives:

Mrs. Anita Brewer, representing the Austin American-Statesman
 Miss Mary Rice Brogan, representing the Houston Chronicle
 Miss Amy Jo Long, representing Mr. W. E. Keys, Director of
 University News and Information
 Miss Kaye Northcott, representing The Daily Texan

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INVOCATION.-- Rabbi Olan, Chaplain of the Board of Regents, offered the invocation.

SUSPENSION OF RULES.-- Upon motion of Regent Erwin, seconded by Regent Brenan, all necessary rules were suspended by unanimous vote in order to consider the following:

1. Board of Regents of The University of Texas Permanent University Fund Bonds, Series 1965, \$6,000,000
 - a. Issuance and Sale (See Page 3)
 - b. Paying Agency (See Page 12)
 - c. Contract for Printing (See Page 12)
2. Texas Student Housing Revenue Bonds of 1963, HHFA Project CH-TEX-121 (D), Colorado Apartments on Brackenridge Tract:
 - a. Sale (See Page 13)
 - b. Contract for Printing (See Page 14)
3. Arlington State College Student Fee Bonds, Series 1965: Issuance, Building Use Fee, and Sale. (See Page 14)

BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS PERMANENT UNIVERSITY FUND BONDS, SERIES 1965: RESOLUTION AUTHORIZING ISSUANCE AND SALE.-- The following Resolution as prepared by the Bond Counsel authorizing the issuance and sale of the Board of Regents of The University of Texas Permanent University Fund Bonds, Series 1965, to a syndicate headed by Eastman Dillon, Union Securities and Company, at the price of par and accrued interest to date of delivery plus a premium of \$123 at the rates of interest set out in the Resolution on Page 6 was duly introduced for the consideration of said Board and read in full. It was moved by Regent Brenan and seconded by Regent Ikard that said Resolution be adopted; and, after due discussion, said motion, carrying with it the adoption of said Resolution, prevailed and carried by the following vote:

AYES: Chairman W. W. Heath
 Vice-Chairman Frank C. Erwin, Jr.
 Regent W. H. Bauer
 Regent Walter P. Brenan
 Regent H. F. Connally, Jr., M. D.
 Regent Frank N. Ikard
 Regent (Mrs.) J. Lee Johnson III
 Regent Jack S. Josey
 Regent Levi A. Olan

NOES: None

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RESOLUTION

BY THE BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS AUTHORIZING THE ISSUANCE OF BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS PERMANENT UNIVERSITY FUND BONDS, SERIES 1965, IN THE AMOUNT OF \$6,000,000.

WHEREAS, the Board of Regents of The University of Texas (hereinafter sometimes called the "Board") heretofore has authorized, issued, and delivered that issue of Board of Regents of The University of Texas Permanent University Fund Refunding Bonds, Series 1958, dated July 1, 1958, and having been authorized pursuant to the provisions of Section 18, Article VII of the Constitution of Texas; and

WHEREAS, said Refunding Bonds, Series 1958, are payable from and secured by a first lien on and pledge of the Interest of The University of Texas in the income from the Permanent University Fund, in the manner and to the extent provided in the resolution authorizing said Refunding Bonds, Series 1958; and

WHEREAS, the resolution adopted on July 23, 1958, authorizing the issuance of said Refunding Bonds, Series 1958, reserves the right and power in the Board to issue, under certain conditions, Additional Parity Bonds and Notes for the purposes and to the extent provided in the Amendment to Section 18, Article VII of the Texas Constitution, adopted by vote of the people of Texas on November 6, 1956; said Additional Parity Bonds and Notes to be on a parity with the aforesaid Refunding Bonds, Series 1958, and equally and ratably secured by and payable from a first lien on and pledge of the Interest of The University of Texas in the income from the Permanent University Fund, in the same manner and to the same extent as are said Refunding Bonds, Series 1958; and

WHEREAS, the Amendment to Section 18, Article VII of the Texas Constitution, adopted by vote of the people of Texas on November 6, 1956, provides that the Board is authorized to issue negotiable bonds and notes for the purpose of constructing, equipping, or acquiring buildings or other permanent improvements for The University of Texas System, in a total amount not to exceed two-thirds (2/3) of Twenty per cent (20%) of the value of the Permanent University Fund exclusive of real estate at the time of any issuance thereof; and

WHEREAS, the Board heretofore has authorized, issued, sold and delivered its Permanent University Fund Bonds, Series 1959, dated July 1, 1959, Series 1960, dated July 1, 1960, Series 1961, dated July 1, 1961, Series 1962, dated July 1, 1962, Series 1963, dated July 1, 1963, and Series 1964, dated July 1, 1964, as installments or issues of such Additional Parity Bonds; and

WHEREAS, the Board has determined to authorize, issue, sell, and deliver another installment or issue of negotiable bonds in the amount of \$6,000,000 for such constitutional purpose, to constitute Additional Parity Bonds as described above; and

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WHEREAS, all conditions and requirements in connection with the issuance of such installment or issue of Additional Parity Bonds have been or will be met prior to the delivery thereof;

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

1. Throughout this resolution the following terms and expressions as used herein shall have the meanings set forth below:

The term "Permanent University Fund," "Permanent Fund," and "Fund" used interchangeably herein shall mean the Permanent University Fund as created by Article VII, Section 11 of the Constitution, further implemented by the provisions of Title 49, Chapter 1, of the Revised Civil Statutes of Texas, 1925, as amended and supplemented.

The expression "Interest of the University" in the Permanent University Fund shall mean all of the income to such Fund from grazing leases on University lands, and all of the other income from such Fund, after making provision for the payment of the University's proportion of the expenses of administering such Fund, excepting one-third of the income arising and accruing to The Texas A&M University from the 1,000,000 acres of land appropriated by the Constitution of 1876 and the land appropriated by the Act of 1883, as more particularly defined by Chapter 42, Acts of the Forty-second Legislature, Regular Session, 1931 (Article 2592, Vernon's Annotated Civil Statutes of Texas).

The term "Resolution" as used herein and in the Bonds shall mean this resolution authorizing the Bonds.

The term "University" as used herein shall refer to The University of Texas.

The term "Bonds" shall mean the issue of bonds authorized in this Resolution, unless the context clearly indicates otherwise.

The term "Refunding Bonds, Series 1958" shall mean that issue of Board of Regents of The University of Texas Permanent University Fund Refunding Bonds, Series 1958, dated July 1, 1958, originally issued in the amount of \$5,076,000.00.

The term "Outstanding Bonds" shall mean the Refunding Bonds, Series 1958, together with the outstanding bonds of the following issues:

Board of Regents of The University of Texas Permanent University Fund Bonds, Series 1959, dated July 1, 1959, originally issued in the amount of \$4,000,000.00.

Board of Regents of The University of Texas Permanent University Fund Bonds, Series 1960, dated July 1, 1960, originally issued in the amount of \$5,000,000.00.

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Board of Regents of The University of Texas Permanent University Fund Bonds, Series 1961, dated July 1, 1961, originally issued in the amount of \$6,000,000.00.

Board of Regents of The University of Texas Permanent University Fund Bonds, Series 1962, dated July 1, 1962, originally issued in the amount of \$5,000,000.00.

Board of Regents of The University of Texas Permanent University Fund Bonds, Series 1963, dated July 1, 1963, originally issued in the amount of \$4,000,000.00.

Board of Regents of The University of Texas Permanent University Fund Bonds, Series 1964, dated July 1, 1964, originally issued in the amount of \$4,000,000.00.

The term "Additional Parity Bonds and Notes" shall mean the additional parity bonds and the additional parity notes permitted to be issued pursuant to Section 17 of the Resolution dated July 23, 1958, authorizing the issuance of the Refunding Bonds, Series 1958, and further referred to in this Resolution.

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

2. That said Board's negotiable coupon bonds, to be designated the "Board of Regents of The University of Texas Permanent University Fund Bonds, Series 1965," are hereby authorized to be issued and delivered in accordance with the Constitution and laws of the State of Texas in the principal amount of \$6,000,000 for the purpose of constructing, equipping, or acquiring buildings or other permanent improvements for The University of Texas System, to the extent and in the manner provided by law.

3. That said bonds shall be dated JULY 1, 1965, shall be in the denomination of \$5,000 EACH, shall be numbered consecutively from 1 THROUGH 1200, and shall mature serially on JULY 1 in each of the years, and in the amounts, respectively, as set forth in the following schedule:

<u>YEARS</u>	<u>AMOUNTS</u>	<u>YEARS</u>	<u>AMOUNTS</u>
1966	\$240,000	1976	\$300,000
1967	240,000	1977	300,000
1968	240,000	1978	330,000
1969	240,000	1979	330,000
1970	270,000	1980	330,000
1971	270,000	1981	330,000
1972	270,000	1982	360,000
1973	270,000	1983	360,000
1974	300,000	1984	360,000
1975	300,000	1985	360,000

Said bonds may be redeemed prior to their scheduled maturities, at the option of said Board, on the dates stated, for the prices and in the manner provided, in the FORM OF BOND set forth in this Resolution; and further, said bonds shall be registrable as to principal only, at the option of the owner, in the manner provided in said FORM OF BOND.

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4. That the bonds scheduled to mature during the years, respectively, set forth below shall bear interest from their date, until maturity or redemption, at the following rates per annum:

maturities 1966 through 1968, 4.50%
 maturities 1969, 3.40%
 maturities 1970 through 1983, 3.00%
 maturities 1984 through 1985, 3.10%

Said interest shall be evidenced by interest coupons which shall appertain to said bonds, and which shall be payable on the dates stated in the FORM OF BOND set forth in this Resolution.

5. That said bonds and interest coupons shall be payable, shall have the characteristics, and shall be signed and executed (and said bonds shall be sealed), all as provided, and in the manner indicated, in the FORM OF BOND set forth in this Resolution.

6. That the form of said bonds, including the form of Registration Certificate of the Comptroller of Public Accounts of the State of Texas to be printed and endorsed on each of said bonds, the form of the aforesaid interest coupons which shall appertain and be attached initially to each of said bonds, and the form of endorsement for registration as to principal, shall be, respectively, substantially as follows:

FORM OF BOND:

NO. _____

\$5,000

UNITED STATES OF AMERICA
 STATE OF TEXAS
 BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS
 PERMANENT UNIVERSITY FUND BOND
 SERIES 1965

ON JULY 1, 19___, the BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS, promises to pay to bearer, or if this bond be registered as to principal, then to the registered owner hereof, the principal amount of

FIVE THOUSAND DOLLARS

and to pay interest thereon, from the date hereof, at the rate of _____% per annum, evidenced by interest coupons payable JANUARY 1, 1966, and semi-annually thereafter on each JULY 1 and JANUARY 1 while this bond is outstanding. The principal of this bond and the interest coupons appertaining hereto shall be payable to bearer, in lawful money of the United States of America, without exchange or collection charges to the bearer, upon presentation and surrender of this bond or proper interest coupon, at The Austin National Bank, Austin, Texas, or, at the option of the bearer, at Bankers Trust Company, New York, New York, or The First National Bank of Chicago, Chicago, Illinois, which places shall be the paying agents for this Series of bonds.

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THIS BOND is one of a Series of negotiable coupon bonds dated JULY 1, 1965, issued in the principal amount of \$6,000,000 FOR THE PURPOSE OF CONSTRUCTING, EQUIPPING, OR ACQUIRING BUILDINGS OR OTHER PERMANENT IMPROVEMENTS FOR THE UNIVERSITY OF TEXAS SYSTEM, to the extent and in the manner provided by law, in accordance with the provisions of the Amendment to Section 18, Article VII of the Texas Constitution, adopted by a vote of the people of Texas on November 6, 1956.

ON JULY 1, 1975, OR ON ANY INTEREST PAYMENT DATE THEREAFTER, any outstanding bonds of this Series scheduled to mature on and after JULY 1, 1976, may be redeemed prior to their scheduled maturities, at the option of said Board, IN WHOLE, OR IN PART IN INVERSE NUMERICAL ORDER, for the price of par and accrued interest to the date fixed for redemption, plus a premium of 2% of the par value if redeemed on or prior to JANUARY 1, 1980, with such premium to be reduced on and after JULY 1, 1980, to 1%. At least thirty days before the date fixed for any such redemption the Board shall cause a written notice of such redemption to be published at least once in a financial publication published in the City of New York, New York. By the date fixed for any such redemption, due provision shall be made with the paying agents for the payment of par and accrued interest to the date fixed for redemption of the Bonds to be redeemed, plus the required premium. If the written notice of redemption is published, and if due provision for such payment is made, all as provided above, the bonds, which are to be so redeemed, thereby automatically shall be redeemed prior to maturity, and they shall not bear interest after the date fixed for redemption, and shall not be regarded as being outstanding except for the purpose of being paid by the paying agents with the funds so provided for such payment.

IT IS HEREBY certified, recited, and covenanted that this bond has been duly and validly issued and delivered; that all acts, conditions, and things required or proper to be performed, exist, and be done precedent to or in the issuance and delivery of this bond have been performed, existed, and been done in accordance with law; and that the interest on and principal of this bond, and the Series of which it is a part, together with other outstanding Permanent University Fund Bonds, are secured by and payable from a first lien on and pledge of the Interest (as such term is defined in the Resolution authorizing this Series of bonds) of The University of Texas in the income from the Permanent University Fund, as such Interest is apportioned by Chapter 42 of the Acts of the Regular Session of the 42nd Legislature of Texas.

SAID BOARD has reserved the right, subject to the restrictions referred to in the Resolution authorizing this Series of bonds, to issue additional parity bonds and notes which also may be secured by and made payable from a first lien on and pledge of the aforesaid Interest of the University of Texas in the income from the Permanent University Fund.

THIS BOND, at the option of the owner hereof, is registrable as to principal only on the books of the Registrar. For such purpose the Comptroller of The University of Texas shall be the Registrar. If registered, the fact of

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registration shall be noted on the back hereof and thereafter no transfer of this bond shall be valid unless made on the books of the Registrar at the instance of the registered owner and similarly noted hereon. Registration as to principal may be discharged by transfer to bearer, after which this bond again may be registered as before. The registration of this bond as to principal shall not affect or impair the negotiability of the interest coupons appertaining hereto, which shall continue to be negotiable by delivery merely. Subject to said provisions for the registration of this bond as to principal only, nothing contained herein shall affect or impair the negotiability of this bond, and this bond shall constitute a negotiable instrument within the meaning of the Uniform Negotiable Instruments Act of the State of Texas.

IN WITNESS WHEREOF, this bond and the interest coupons appertaining hereto have been signed with the facsimile signature of the Chairman of said Board and countersigned with the facsimile signature of the Secretary of said Board, and the official seal of said University has been duly impressed, or placed in facsimile, on this bond.

BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS

Secretary

Chairman

FORM OF REGISTRATION CERTIFICATE:

COMPTROLLER'S REGISTRATION CERTIFICATE: REGISTER NO.

I hereby certify that this bond has been examined, certified as to validity, and approved by the Attorney General of the State of Texas, and that this bond has been registered by the Comptroller of Public Accounts of the State of Texas.

Witness my signature and seal this

Comptroller of Public Accounts of
the State of Texas.

FORM OF INTEREST COUPON:

NO. _____

\$ _____

ON _____ 1, 19____, THE BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS, promises to pay to bearer the amount shown on this interest coupon, in lawful money of the United States of America, without exchange or collection charges to the bearer, unless due provision has been made for the redemption prior to maturity of the bond to which this interest coupon appertains, upon presentation and surrender of this interest coupon, at The Austin National Bank, Austin, Texas, or, at the option of the bearer, at Bankers Trust Company, New York, New York, or The First National Bank of Chicago, Chicago, Illinois, said amount being interest due that day on the bond, bearing the number hereinafter designated,

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of that issue of BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS PERMANENT UNIVERSITY FUND BONDS, SERIES 1965, DATED JULY 1, 1965. BOND NO. _____.

BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS

Secretary

Chairman

FORM OF ENDORSEMENT FOR REGISTRATION AS TO PRINCIPAL:

ENDORSEMENT FOR REGISTRATION AS TO PRINCIPAL

(NO WRITING TO BE MADE HEREON EXCEPT BY THE REGISTRAR DESIGNATED FOR THIS ISSUE OF BONDS)

It is hereby certified that, at the request of the owner of the within bond, I have this day registered it as to principal in the name of such owner, 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 owner hereof named in the registration blank below, or his legal representative, and this bond shall be transferable only on the books of the Registrar and by an appropriate notation in such registration blank. If the last transfer recorded on the books of the Registrar and in the registration blank below 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 interest coupons appertaining hereto be affected or impaired by any registration as to principal.

NAME OF REGISTERED
OWNER

DATE OF
REGISTRATION

SIGNATURE OF
REGISTRAR

_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____

7. (a) It is hereby certified and recited that the Bonds authorized in this Resolution are Additional Parity Bonds permitted to be issued under Section 17 of the resolution of the Board of Regents of The University of Texas dated July 23, 1958, authorizing the issuance of the Refunding Bonds, Series 1958, and that all conditions and requirements of said Section 17 have been or will be met prior to the delivery of the Bonds herein authorized. All of the Outstanding Bonds, together with the Bonds authorized by this Resolution, and the interest on all of same, are and shall be on a parity and in all respects of equal dignity.

(b) Pursuant to the authority conferred upon the Board by the provisions of Section 18, Article VII of the Texas Constitution, approved by a vote of the people of Texas on August 23, 1947, and pursuant to the provisions of the amendment to said Section 18, Article VII, approved by a vote of the people of Texas on November 6, 1956, and pursuant to the provisions of Chapter 255, page 546, Acts of 1957, Fifty-fifth Legislature of Texas,

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Regular Session, all of the Outstanding Bonds, together with the Bonds authorized by this Resolution and all other Additional Parity Bonds and Notes, when issued pursuant to the provisions of Section 17 of the above described resolution authorizing the issuance of said Refunding Bonds, Series 1958, and the interest on all of same, shall be and are hereby equally and ratably secured by and payable from a first lien on and pledge of the Interest of the University in the income from the Permanent University Fund as such Interest is defined in Section 1 of this Resolution.

8. (a) The aforesaid resolution dated July 23, 1958, authorizing the issuance of said Refunding Bonds, Series 1958, has provided that the Comptroller of Public Accounts of the State of Texas shall establish in the State Treasury a fund to be known as "Board of Regents of The University of Texas Permanent University Fund Interest and Sinking Fund" (hereinafter called the "Interest and Sinking Fund"). In addition to the moneys required to be transferred to the credit of the Interest and Sinking Fund in connection with all of the Outstanding Bonds, the Comptroller of Public Accounts of the State of Texas shall, for the benefit of the Bonds herein authorized, transfer to the Interest and Sinking Fund out of The University of Texas Available University Fund (the fund in the State Treasury to which is deposited the Interest of the University), on or before November 1, 1965, and semi-annually thereafter on or before May 1 and November 1 of each year while the Bonds or interest thereon are outstanding and unpaid, a sum of money equal to the amount of interest or principal and interest (when both are scheduled to accrue and mature) which will become due on the Bonds on the January 1 or July 1 next following.

(b) To the end that money will be available at the places of payment in ample time to pay the principal of and the interest on the Bonds as such principal and interest respectively mature, on or before November 5, 1965, and semi-annually thereafter on or before May 5 and November 5 of each year while any of the Bonds or interest thereon are outstanding and unpaid, the Comptroller of the University, or such officer as may hereafter be designated by the Board to perform the duties now vested in such officer, shall perform the following duties:

(1) Prepare and file with the Comptroller of Public Accounts of the State of Texas (hereinafter called the "Comptroller of Public Accounts") a voucher based on which the Comptroller of Public Accounts shall draw a warrant against the Interest and Sinking Fund in the amount of the interest or principal and interest (when both are scheduled to accrue and mature) which will become due on the January 1 or July 1 next following.

(2) In the event Bonds shall have been called for redemption on January 1 or July 1 next following of any year, prepare and file with the Comptroller of Public Accounts a voucher based on which the Comptroller of Public Accounts shall draw a warrant against funds of the University legally available for such purpose in an amount sufficient to redeem the Bonds thus called.

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(c) Whenever a voucher is so filed with the Comptroller of Public Accounts, he shall make the warrant based thereon payable to the order of the paying agent situated in the State of Texas, specified in Section 6 above, and shall deliver such warrant to such paying agent on or before the November 15 or May 15 next following.

(d) The paying agent situated in the State of Texas, designated in Section 6 hereof, shall, out of moneys remitted to it under the provisions of Section 8 hereof, and not otherwise, make available at the other paying agents specified in Section 6 hereof, funds sufficient to pay such of the Bonds (whether payable to the bearer or payable to the registered owner thereof) and such of the coupons as are presented for payment, and said paying agent situated in the State of Texas by accepting designation as such paying agent agrees and is obligated to perform such service.

(e) The paying agents shall cremate paid bonds and coupons and furnish the Board with an appropriate certificate of destruction covering the bonds and coupons thus destroyed.

(f) The Board of Regents shall make provision with the paying agents for the rendition of a statement to the University for any sums due such paying agents for services rendered in connection with the payment of the Bonds and coupons by such paying agents, and the amount of such charges shall be paid by the University from funds available for such purpose.

9. That all of the language, terms, provisions, covenants, and agreements of Sections 15 through 19, both inclusive, of the resolution dated July 23, 1958, authorizing the issuance of the Refunding Bonds, Series 1958, be and are hereby referred to, adopted, and made applicable to the Bonds authorized by this Resolution for all purposes.

10. That the Chairman of the Board of Regents is hereby authorized to have control of said bonds and all necessary records and proceedings pertaining to said bonds pending their delivery and their investigation, examination, and approval by the Attorney General of the State of Texas, and their registration by the Comptroller of Public Accounts of the State of Texas. Upon registration of said bonds, said Comptroller of Public Accounts (or a deputy designated in writing to act for said Comptroller) shall manually sign the Comptroller's Registration Certificate printed and endorsed on each of said bonds, and the seal of said Comptroller shall be impressed, or placed in facsimile, on each of said bonds.

11. That the Board officially finds, determines, and declares that said bonds have been duly advertised for sale; that sealed bids have been received at a public sale of said bonds; that all of said bonds are hereby sold and shall be delivered as soon as practicable, in accordance with the terms of sale, to a Syndicate managed or headed by Eastman Dillon, Union Securities & Co., New York, N. Y., which has submitted the highest and best bid for said bonds at said public sale, being the amount of par and accrued interest to the date of delivery, plus a premium of \$123.00.

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PERMANENT UNIVERSITY FUND BONDS, SERIES 1965:
 DESIGNATION OF PAYING AGENCY.--It was moved by Vice-Chairman Erwin that the Austin National Bank, Austin, Texas, be designated as the paying agent for the Board of Regents of The University of Texas Permanent University Fund Bonds, Series 1965, in the amount of \$6,000,000, with Bankers Trust Company of New York and the First National Bank of Chicago as co-paying agents. The bank proposes to pay \$1.00 for the privilege of serving in this capacity. Regent Brenan seconded the motion which was unanimously adopted.

PERMANENT UNIVERSITY FUND BONDS, SERIES 1965:
 AWARD OF CONTRACT FOR PRINTING.-- Upon motion of Vice-Chairman Erwin, seconded by Regent Brenan, the contract for printing the Board of Regents of The University of Texas Permanent University Fund Bonds, Series 1965, was awarded by unanimous vote to the Steck Company, Austin, Texas, for the sum of \$470.

MAIN UNIVERSITY - \$1,800,000 BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS STUDENT HOUSING REVENUE BONDS OF 1963 (HHFA PROJECT CH-TEX- 121 (D)) - BRACKENRIDGE TRACT (COLORADO APARTMENTS): SALE.-- The following Resolution as prepared by Bond Counsel authorizing the sale of the Board of Regents of The University of Texas Student Housing Revenue Bonds of 1963 was duly introduced for the consideration of said Board and read in full. It was then moved by Vice-Chairman Erwin and seconded by Regent Ikard that said Resolution be adopted; and, after due discussion, said motion, carrying with it adoption of said Resolution, prevailed and carried by the following vote:

AYES:

Chairman W. W. Heath
 Vice-Chairman Frank C. Erwin, Jr.
 Regent W. H. Bauer
 Regent Walter P. Brenan
 Regent H. F. Connally, Jr., M. D.
 Regent Frank N. Ikard
 Regent (Mrs.) J. Lee Johnson III
 Regent Jack S. Josey
 Regent Levi A. Olan

NOES:

NONE

RESOLUTION

7-16-65

BY THE BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS AUTHORIZING THE SALE OF BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS STUDENT HOUSING REVENUE BONDS OF 1963, IN THE AMOUNT OF \$1,800,000.

WHEREAS, on February 8, 1964 the Board of Regents of The University of Texas adopted a Resolution Authorizing The Issuance Of Board Of Regents Of The University Of Texas Student Housing Revenue Bonds of 1963, in the principal amount of \$1,800,000; and

WHEREAS, said Bonds were validated in accordance with Article 717m, Vernon's Civil Statutes of Texas, by Judgment entered on April 30, 1964 in Cause No. 136,137 in the 126th District Court of Travis County, Texas; and

WHEREAS, this Board duly advertised said Bonds for sale pursuant to Notice of Sale published in The Daily Bond Buyer on June 29, 1965; and

WHEREAS, pursuant to said Notice of Sale, bids were received for said Bonds on July 14, 1965; and

WHEREAS, it is deemed advisable that the bids of the successful bidders shall be accepted;

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

1. That the bid of Rowles, Winston and Co., Inc., Houston, Texas, for all of the Bonds of said issue maturing during the years 1966 through 1983, bearing interest at the rate of 3½% per annum, and aggregating \$575,000 in principal amount, is hereby accepted, and said Bonds are hereby sold, and shall be delivered as soon as practicable, in the form of Coupon Bonds in the denomination of \$5,000 each, to said purchaser in accordance with the terms of sale, for the price of par and accrued interest to the date of delivery plus a premium of \$1,125.

2. That no bid was received for any of the remainder of said Bonds maturing during the years 1984 through 2003, and aggregating \$1,225,000, except for the bid submitted by the United States of America acting by and through the Housing and Home Finance Administrator; and such bid for said Bonds, bearing interest at the rate of 3½% per annum, is hereby accepted, and such Bonds shall be delivered as soon as practicable to the United States of America for the price of par and accrued interest to the date of delivery, in the form of a Single Installment Bond Without Coupons, in the denomination of \$1,225,000, all in accordance with the Loan Agreement, dated as of July 1, 1961, as amended February 1, 1964, between this Board of Regents and the United States of America.

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MAIN UNIVERSITY - \$1,800,000 BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS STUDENT HOUSING REVENUE BONDS OF 1963 (HHFA PROJECT CH-TEX-121 (D)) - BRACKENRIDGE TRACT (COLORADO APARTMENTS): AWARD OF CONTRACT FOR PRINTING.-- Regent Brenan moved that a contract for the printing of the \$1,800,000 bonds of the Regents of The University of Texas Student Housing Revenue Bonds of 1963 (HHFA Project CH-TEX-121 (D)) - Brackenridge Tract (Colorado Apartments) be awarded to Northern Bank Note Company of Chicago for the sum of \$458.00. Vice-Chairman Erwin seconded the motion which was unanimously adopted.

This is a negotiated contract since the bonds sold to the Housing and Home Finance Agency will be a single registered bond and the Government requires such bonds to be printed on steel-engraved borders, which are only available at the Northern Bank Note Company of Chicago.

ARLINGTON STATE COLLEGE: ARLINGTON STATE COLLEGE STUDENT FEE BONDS, SERIES 1965.-- The following Resolution as prepared by the Bond Counsel awarding the sale of the Arlington State College Student Fee Bonds, Series 1965, in the amount of \$325,000 to the Fort Worth National Bank at par with a coupon interest rate of 3-1/4% on the basis of a negotiated bid, naming the Fort Worth National Bank as paying agent for the issue without additional costs, was duly introduced for the consideration of said Board and read in full. It was then moved by Regent Brenan and seconded by Vice-Chairman Erwin that said Resolution be adopted; and, after due discussion, said motion, carrying with it the adoption of said Resolution, prevailed and carried by the following vote:

AYES:

Chairman W. W. Heath
 Vice-Chairman Frank C. Erwin, Jr.
 Regent W. H. Bauer
 Regent Walter P. Brenan
 Regent H. F. Connally, Jr., M. D.
 Regent Frank N. Ikard
 Regent (Mrs.) J. Lee Johnson III
 Regent Jack S. Josey
 Regent Levi A. Olan

NOES:

NONE

7-16-65

RESOLUTION BY THE BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS AUTHORIZING THE ISSUANCE OF BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS - ARLINGTON STATE COLLEGE STUDENT FEE REVENUE BONDS, SERIES 1965, IN THE PRINCIPAL AMOUNT OF \$325,000, BEARING INTEREST AT THE RATE OF 3-1/4% PER ANNUM. TO PROVIDE FUNDS FOR THE IMPROVEMENT AND EQUIPMENT OF THE EXISTING POWER PLANT ON THE CAMPUS OF ARLINGTON STATE COLLEGE, ESTABLISHING A BUILDING USE FEE AND PLEDGING SAME TO THE PAYMENT OF PRINCIPAL OF AND INTEREST ON SAID BONDS, PRESCRIBING THE FORM OF THE BONDS, PROVIDING FOR THE EXECUTION AND DELIVERY OF SAID BONDS, AWARDING SAID BONDS TO THE PURCHASER, PRESCRIBING THE DUTIES OF THE OFFICERS OF SAID BOARD AND OF THE UNIVERSITY IN REFERENCE TO SAID BONDS, AND STIPULATING THAT THE BONDS SHALL BE SPECIAL OBLIGATIONS OF THE BOARD PAYABLE ONLY FROM THE PLEDGED REVENUES AND SHALL NOT BE INDEBTEDNESS OF, NOR OBLIGATIONS OF, THE STATE OF TEXAS, AND PRESCRIBING OTHER MATTERS RELATING THERETO.

THE STATE OF TEXAS :

COUNTY OF TRAVIS :

WHEREAS, pursuant to applicable laws including Article 2654c-1 of Vernon's Edition of the 1925 Revised Civil Statutes of Texas, as amended, the Board of Regents of The University of Texas (hereinafter called the "Board" or "Board of Regents") is authorized to improve and equip buildings and other capital improvements and in payment of the cost thereof, to borrow money, and to evidence such loan by the issuance of negotiable revenue bonds of the Board; and

WHEREAS, it is deemed by the Board to be desirable, appropriate, necessary and for the good of Arlington State College to improve and equip the existing power plant (hereinafter called the "Project") and to provide the funds therefor by the issuance of its negotiable revenue bonds; and

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

NOW, THEREFORE, IT IS HEREBY RESOLVED BY THE BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS:

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

2. That for the purpose of providing the funds to improve and equip the existing power plant on the campus of Arlington State College, in Arlington, Texas, there shall be issued the negotiable bonds of the Board of Regents of The University of Texas in the principal amount of Three Hundred Twenty Five Thousand (\$325,000) Dollars, which shall be entitled "Board of Regents of The University of Texas - Arlington State College Student Fee Revenue Bonds, Series 1965."

3. That said bonds shall be dated July 1, 1965, shall be in the denomination of \$5,000 each and shall mature serially on July 1 of each of the years and in the amounts, respectively, as follows:

<u>YEARS</u>	<u>AMOUNTS</u>
1966	\$15,000
1967	15,000
1968	20,000
1969	20,000
1970	20,000
1971	20,000
1972	20,000
1973	20,000
1974	25,000
1975	25,000
1976	25,000
1977	25,000
1978	25,000
1979	25,000
1980	25,000

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4. That as to said bonds scheduled to mature on or after July 1, 1971, the Board of Regents reserves the right and option to redeem such bonds prior to their scheduled maturities, in whole or in part, on July 1, 1970, or on any interest payment date thereafter at 101% plus accrued interest to date fixed for redemption. Notice of redemption is to be published in a financial publication published in the English language in the City of New York, New York, or in the City of Austin, Texas, at least once, not 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 Bank of Payment before the date so fixed for such redemption. Prior to the date fixed for redemption, funds shall be placed in the Bank of Payment sufficient to pay the bonds called and accrued interest thereon. Upon the happening of the above conditions said bonds thus called shall not thereafter bear interest.

5. That said bonds shall bear interest from date at the rate of $3\frac{1}{4}\%$ per annum, payable January 1, 1966 and semi-annually thereafter on each July 1 and January 1.

6. That the principal of and interest on said bonds shall be payable to bearer, in lawful money of the United States of America, without exchange or collection charges to the bearer, upon presentation and surrender of the proper bond or interest coupon, at The Fort Worth National Bank,
Fort Worth, Texas, which place shall be the "Bank of Payment" for said bonds.

7. That each of said bonds and interest coupons shall be signed by the imprinted or lithographed facsimile signature of the Chairman of the Board of Regents and countersigned by the

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imprinted or lithographed facsimile signature of the Secretary of the Board of Regents, and the official seal of said Board shall be impressed, or printed, or lithographed on each of said bonds.

8. That the form of said bonds, including the form of Registration Certificate of the Comptroller of Public Accounts of the State of Texas to be printed and endorsed on each bond, and the form of interest coupons to be attached to said bonds, shall be, respectively, substantially as follows:

NO. _____ \$5,000.00

UNITED STATES OF AMERICA
STATE OF TEXAS

BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS -
ARLINGTON STATE COLLEGE STUDENT FEE REVENUE BOND
SERIES 1965

FOR VALUE RECEIVED, the Board of Regents of The University of Texas (hereinafter sometimes called the "Board"), for and in behalf of Arlington State College at Arlington, Texas, hereby acknowledges itself indebted to and promises to pay to the bearer, on the 1st day of July, 19__, the sum of

FIVE THOUSAND DOLLARS

and to pay interest thereon from the date hereof at the rate of 3 1/2 % per annum, payable January 1, 1966, and semi-annually thereafter on July 1 and January 1 of each year until said principal sum is paid, but until the maturity hereof only upon 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

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legal tender for the payment of debts due the United States of America, at The Fort Worth National Bank, Fort Worth, Texas, without exchange or collection charges to the owner or holder thereof.

This bond is one of a duly authorized series of bonds of like tenor and effect except as to serial number, maturity and right of prior redemption, numbered One (1) to Sixty-Five (65), both inclusive, of the denomination of Five Thousand Dollars (\$5,000.00) each, aggregating Three Hundred Twenty Five Thousand Dollars (\$325,000.00), issued pursuant to a resolution adopted by the Board of Regents for the purpose of providing the funds for the improvement and equipment of the existing power plant on the campus of Arlington State College at Arlington, Texas, pursuant to the Constitution and laws of the State of Texas, and particularly Article 2654c-1, Revised Civil Statutes of Texas, 1925, as amended, and is secured by and payable from a first lien on and pledge of a building use fee charged all students attending Arlington State College.

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 such revenues and do not constitute an indebtedness of the State of Texas, the Board or Arlington State College. 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 by taxation.

The Board shall have the option of calling bonds maturing serially on or after July 1, 1971, for redemption prior to maturity, in whole or in part, on July 1, 1970, or any

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interest payment date thereafter, at 101% plus accrued interest to date of redemption. Notice of redemption is to be published in a financial publication published in the English language in the City of New York, New York, or in the City of Austin, Texas, at least once not 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 Bank of Payment before the date so fixed for redemption. Prior to the date fixed for redemption, funds shall be placed in the Bank of Payment sufficient to pay the bonds called and accrued interest thereon. Upon the happening of the above conditions, the bonds thus called shall not thereafter bear interest.

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.

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 of Regents of The University of Texas has covenanted and agreed to operate and maintain continuously the said Arlington State College and its facilities and services afforded by same; to establish and continuously maintain a Building Use Fee within the limit prescribed by law, sufficient to pay the principal of and interest on the bonds as prescribed herein.

The Board reserves the right to issue additional parity bonds under the terms and conditions stated in said resolution and said bonds may be made payable from the same source, secured in

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the same manner and placed on a parity with this bond.

It is hereby certified and recited that all acts, conditions and things required to be done precedent to and in the issuance of this bond and the series of which it is a part have been properly done, have happened and have been performed in regular and due time, form and manner as required by the Constitution and the laws of the State of Texas and the proceedings herein mentioned, that this series of revenue 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 the official seal of said Board to be impressed hereon and has caused this bond and the interest coupons attached hereto to be executed by the imprinted facsimile signature of the Chairman of the Board and the Secretary of the Board, and this bond to be dated July 1, 1965.

BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS

By _____ Chairman

ATTEST:

Secretary, Board of Regents of
The University of Texas

NO. _____

\$ _____

ON THE _____ DAY OF _____, 19__

The Board of Regents of The University of Texas for and

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in behalf of Arlington State College, unless the bond to which this coupon is attached shall have been previously called for redemption and payment duly provided therefor, hereby promises to pay to the bearer out of the fund specified in the bond to which this coupon is attached the sum of

_____ (\$ _____) Dollars, at
The Fort Worth National Bank _____, Fort Worth, Texas, in

lawful money of the United States of America, being six months' interest due that day on "Board of Regents of The University of Texas - Arlington State College Student Fee Revenue Bonds, Series 1965," bearing the number herein specified, dated July 1, 1965.

The holder hereof shall never have the right to demand payment of this obligation out of funds raised or to be raised by taxation. Bond No. _____.

BOARD OF REGENTS OF THE UNIVERSITY
OF TEXAS

Secretary Chairman

OFFICE OF COMPTROLLER :
STATE OF TEXAS :

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 said Board of Regents of The University of Texas, payable from the revenues pledged to its payment by and in the resolution authorizing same, and said bond has this day been registered by me.

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WITNESS MY HAND and seal of office at Austin, Texas.

Comptroller of Public Accounts of
the State of Texas

(SEAL)

9. Definitions. That throughout this resolution the following terms and expressions as used herein shall have the meanings set forth below, unless the text hereof specifically indicates otherwise.

The term "Additional Bonds" shall mean the parity revenue bonds authorized to be issued pursuant to Section 15.

The term "Bonds" shall mean and refer to the "Board of Regents of The University of Texas - Arlington State College Student Fee Revenue Bonds, Series 1965," authorized by this resolution.

The term "Bondholder" shall mean the person who shall be the holder of the Bonds.

The term "Building Use Fee" shall mean the building use fee established concurrently herewith and charged all students attending the College.

The term "College" shall mean Arlington State College at Arlington, Texas.

The term "Project" shall mean the improvement and equipment of the existing central power and steam plant located on the campus of the College to be accomplished and improved with the proceeds of the Bonds.

The term "Proper Officers of the Board and of the College," as used in this resolution, unless the contrary is clearly shown, shall mean the Chairman of the Board, the Secretary of the Board, the senior financial officer of the College and the Business Manager of the College.

10. That the Building Use Fee is hereby irrevocably pledged to payment of principal of and interest on the Bonds

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until all of the Bonds are retired.

So long as any of the Bonds remains outstanding it is agreed that the Board of Regents of The University of Texas will not issue any additional bonds of equal or superior dignity payable from the Building Use Fee, except in accordance with the terms of Section 15.

11. That there is hereby created and ordered to be established in a depository of the College by the Proper Officers of the Board and of the College the special fund to be known as "The Building Use Fee Fund" (hereinafter called "The Fund").

12. (a) That the Building Use Fee shall be deposited as received to the credit of The Fund.

(b) That in addition thereto the accrued interest to be received upon delivery of the Bonds to the purchasers thereof shall be deposited in The Fund.

13. On or before the 10th day of December, 1965, and on or before the 10th day of each June and of each December thereafter while any of the Bonds remains outstanding, there shall be made available to the Bank of Payment, out of The Fund, money sufficient to pay such interest on and such principal of the bonds, as will accrue or mature on the January 1 or July 1 immediately following. All monies in The Fund in excess of the requirements for paying the interest on and the principal of the Bonds in accordance with the terms of the Bonds shall constitute a reserve, and shall be used as needed from time to time, to pay the principal or interest due on the Bonds. The funds and/or investments thus accumulated in The Fund shall be used finally

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in making the final principal and interest payments on the Bonds.

14. (a) That money in The 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 such Fund.

(b) That whenever the total sum in The Fund shall be equivalent to (1) the unpaid principal balance of the Bonds, plus (2) the amount of interest thereon that will be due on the next interest payment date, no further payments need be made into The Fund. In determining the amount of Bonds outstanding, there shall be subtracted the amount of Bonds which shall have been duly called for redemption and for which funds shall have been deposited in the Bank of Payment sufficient for such redemption.

(c) That monies in The Fund may, upon order of the Board, be invested in direct obligations of the United States Government, or obligations unconditionally guaranteed by the United States Government. Such obligations shall be held subject to the same lien as the moneys with which they were purchased. All interest accruing on any such obligations shall be placed immediately into The Fund. Such obligations shall be sold when necessary or when so ordered by the Board, and the Board shall in all events order such sale of obligations purchased when necessary to prevent any default in connection with the Bonds. All monies collected on such sales or at maturity shall be deposited in The Fund.

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15. The Board reserves and shall have the right and power to issue in one or more series Additional Bonds for purposes permitted by law, which Additional Bonds, when issued, shall be secured by and payable from liens on and pledges of the revenues herein pledged in the same manner and to the same extent as the Bonds and any other then outstanding Additional Bonds, if any; and the Additional Bonds permitted by this Section 15, when issued, shall be payable from The Fund and shall be in all respects of equal dignity and on a parity with the Bonds and any other then outstanding Additional Bonds, if any. The resolution authorizing such Additional Bonds shall prescribe appropriate additional or larger payments to be made into The Fund, within the limit prescribed by law. It is specifically provided, however, that the Additional Bonds permitted by this Section 15 shall not be authorized or issued unless:

(1) The Board is not in default as to any covenant, condition or obligation set forth herein, and the senior financial officer of the College signs a written certificate, approved by the signatures of the President of the College and the Chairman of the Board, to such effect.

(2) The Fund contains the amounts of money then required by the terms hereof to be deposited therein.

(3) The senior financial officer of the College signs a written certificate approved by the President of the College and the Chairman of the Board of Regents to the effect that during the fiscal year or twelve month period next preceding the

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date of the Additional Bonds to be issued the Building Use Fee if levied and collected, did equal, or if not levied and collected during such period, would have equalled if levied and collected, at least one and twenty five one hundredths (1.25) times the average annual requirements for the payment of the principal and interest on all Bonds then outstanding and payable from such Building Use Fee and on all additional parity bonds to be so issued.

(4) The resolution authorizing such Additional Bonds shall provide for an identical flow of funds as heretofore prescribed, with payments of principal of the Additional Bonds on July 1 of the appropriate years and interest payments thereon on January 1 and July 1 of each year.

16. That it is hereby covenanted and agreed by the Board that while any part of the principal or interest of the Bonds is outstanding and unpaid:

(a) That it will faithfully perform at all times any and all covenants, undertakings, stipulations and provisions contained in this Resolution and the Bonds executed and delivered hereunder, that it will promptly pay or cause to be paid from the revenues herein pledged the principal of and interest on the Bonds issued hereunder, on the dates and at the places and manner prescribed in such Bonds, and that it will, at the times and in the manner prescribed herein, deposit or cause to be deposited in the Fund, from

the revenues pledged, the amounts of money specified herein. That the Bank of Payment shall cremate paid Bonds and coupons and furnish the Board with an appropriate certificate of destruction covering the bonds and coupons thus destroyed.

(b) That 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, lawfully and effectively taken, and that the Bonds in the hands of the holders thereof will be a valid and enforceable special obligation of the Board in accordance with its terms and the terms of this Resolution.

(c) That it lawfully owns and is lawfully possessed of the land upon which the existing buildings of the College are located, and it has a good and indefeasible estate in such land in fee simple; it warrants that it has, and will defend, the title to the said land and every part thereof and improvements thereon, for the benefit of the holders and owners of the Bonds against the claims and demands of all persons whomsoever; that the Project will be constructed and completed in accordance with the plans heretofore approved and adopted; that it is lawfully qualified to pledge the revenues herein pledged in the manner prescribed herein, and has lawfully exercised such right.

(d) That 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 buildings of the College, 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

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upon said structures, or any part of them, 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 in the manner provided herein, and that it will not create or suffer to be created any mechanic's, laborer's, materialman's or other lien or charge which might or could be prior to the 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 buildings of the College, or any part thereof, might be or could be impaired, and that it will at all times maintain, preserve and keep the real and tangible property of said facilities 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) That it will continuously and efficiently operate and maintain in good condition and at a reasonable cost the College and the facilities and services offered by same.

(g) That it will establish and continuously maintain the Building Use Fee in an amount, within the limit prescribed by law, which shall be sufficient to pay the principal of and

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interest on the Bonds as such principal and interest mature, and the fee shall be revised from time to time, within the limit prescribed by law, in order that the proceeds thereof will be fully sufficient to furnish funds for said purposes.

(h) That the Bonds shall not constitute an indebtedness of the State of Texas, the Board or of Arlington State College such as is prohibited under the statutes authorizing their issuance; but shall be secured by an irrevocable pledge of the revenues as provided in this resolution.

(i) That it shall cause to be kept proper books, records and accounts (separate and apart from all other records and accounts) in which complete and correct entries shall be made of all transactions relating to the Building Use Fee; and that the Board shall furnish to the holder of the Bonds, at written request of such holder, not less than ninety (90) days after the close of each fiscal year, complete operating and income statements of the College in reasonable detail covering such period.

(j) That the holder or holders of said Bonds shall have the right at all reasonable times to inspect all records, accounts and data of the Board relating to the Building Use Fee.

17. That after the 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 the Bonds to the Attorney General of Texas, for examination and approval by the Attorney General. After the Bonds shall have been approved by the Attorney General, they shall be delivered

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to the Comptroller of Public Accounts of the State of Texas for registration. Upon registration of the Bonds, the Comptroller of Public Accounts (or a deputy designated in writing to act for the Comptroller) shall manually sign the Comptroller's certificate of registration prescribed herein to be printed on the back of each Bond, and the seal of said Comptroller shall be affixed thereto.

18. That the Bonds are hereby sold and shall be delivered to The Fort Worth National Bank, Fort Worth, Texas, for the principal amount thereof and accrued interest to the date of delivery, plus a premium of \$ None.

19. That all resolutions and orders and parts thereof in conflict herewith are hereby expressly repealed to the extent of such conflict.

ARLINGTON STATE COLLEGE STUDENT FEE BONDS, SERIES 1965: RESOLUTION ESTABLISHING AND FIXING A BUILDING USE FEE AT ARLINGTON STATE COLLEGE.-- The following Resolution as prepared by the Bond Counsel Establishing and Fixing a Building Use Fee at Arlington State College was duly introduced for the consideration of said Board and read in full. It was then moved by Regent Ikard and seconded by Vice-Chairman Erwin that said Resolution be adopted; and, after due discussion, said motion, carrying with it the adoption of said Resolution, prevailed and carried by the following vote:

AYES:

Chairman W. W. Heath
Vice-Chairman Frank C. Erwin, Jr.
Regent W. H. Bauer
Regent Walter P. Brennan
Regent H. F. Connally, Jr., M. D.
Regent Frank N. Ikard
Regent (Mrs.) J. Lee Johnson III
Regent Jack S. Josey
Regent Levi A. Olan

NOES:

NONE

7-16-65

RESOLUTION BY THE BOARD OF REGENTS OF THE
UNIVERSITY OF TEXAS ESTABLISHING AND FIX-
ING A BUILDING USE FEE AT ARLINGTON STATE
COLLEGE

THE STATE OF TEXAS :

COUNTY OF TRAVIS :

WHEREAS, concurrently with the adoption of this resolution, the Board of Regents of The University of Texas (hereinafter called the "Board") has adopted a resolution authorizing the issuance of its Board of Regents of The University of Texas - Arlington State College Student Fee Revenue Bonds, Series 1965 (hereinafter called the "Bonds") for the purpose of providing the funds to improve and equip the existing power plant on the campus of Arlington State College in Arlington, Texas; and

WHEREAS, the Board has created a first lien on and pledged the Building Use Fee to the payment of the principal of and interest on the Bonds;

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

1. That the Board in accordance with authority granted by Article 2654c-1 of Vernon's Edition of the 1925 Revised Civil Statutes of Texas, as amended, does hereby establish, fix, levy and charge and order to be collected from all students enrolled in Arlington State College commencing with the fall semester of 1965, a Building Use Fee.

2. That the Building Use Fee hereby established shall be fixed as follows:

\$5.00 per regular semester and summer session for each student enrolled for twelve or more semester hours;

\$0.42 per semester hour per regular semester and summer session for each student enrolled for less than twelve semester hours.

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3. That the officers of the Board and of Arlington State College shall do and perform all acts necessary to make this resolution effective in accordance with its terms.

ARLINGTON STATE COLLEGE STUDENT FEE BONDS, SERIES 1965: AWARD OF CONTRACT FOR PRINTING:-- Upon a motion duly made and seconded it was unanimously adopted that the award for printing the bonds be made to the Steck Company of Austin, Texas at a cost of \$128, payable from bond proceeds.

ARLINGTON STATE COLLEGE STUDENT FEE BONDS, SERIES 1965.-- Upon a motion duly made and seconded it was unanimously authorized that \$1,968.75 be paid to Sam Maclin, Consultant in preparing the Prospectus for this issue, and that \$1,062.50 be paid to McCall, Parkhurst and Horton as Bond Counsel.

AGENDA ITEMS.-- Following a discussion about preparation of the Agenda for Regents' meetings it was moved by Vice-Chairman Erwin, seconded by Regent Johnson, and unanimously adopted that the Chancellor and the Chairman of the Board be requested to refer the more important matters to the Committee of the Whole and to refer the routine matters to the standing committees. In this connection, Chairman Heath suggested, and at this meeting such procedure was followed though not officially acted on, that the committees promptly adjourn according to the Calendar and that the unfinished items on the committee agenda be referred to the Committee of the Whole.

RECESS.-- The Board recessed at 10:05 a.m. It reconvened on Saturday morning, July 17.

Saturday, July 17, 1965

The Board reconvened in Regular Session at 9:30 a.m. in Room 212, Main Building with the same attendance as on Friday, July 16, 1965.

TEXAS WESTERN COLLEGE: FUTURE PRESIDENT'S HOME DESIGNATED "HOOVER HOUSE."-- Upon motion of Vice-Chairman Erwin, duly seconded, the recently acquired house to be used as the President's home at Texas Western College was formally designated as "Hoover House."

MAIN UNIVERSITY: APPROPRIATIONS FOR SOUTH MALL OFFICE AND CLASSROOM BUILDING, COLLECTIONS DEPOSIT LIBRARY, SECOND RECORDS STORAGE BUILDING, AND LAND ACQUISITION PROGRAM.-- Vice-Chairman Erwin moved (1) that the appropriations made from the Available University Fund for the following projects

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be withdrawn and that appropriations from proceeds of Permanent University Fund bonds be authorized in the same amounts for respective projects:

1. South Mall Office and Classroom Building	\$ 933,000.00
2. Collections Deposit Library	900,000.00
3. Second Records Storage Building	143,177.14

Total	<u>\$1,976,177.14</u>
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and (2) that the amount of \$1,976,177.14 be appropriated from the Available University Fund Unappropriated Balance to the account entitled "Main University Land Acquisition Program Authorized by the 59th Legislature, 1965." Regent Bauer seconded the motion which unanimously prevailed.

MAIN UNIVERSITY: LINE OF AUTHORITY FOR CAMPUS EMERGENCY SITUATIONS. -- Upon motion of Regent Brennan, seconded by Regent Johnson, the Board unanimously adopted the recommendations of the Administration in dealing with campus emergencies that require the temporary closing of the campus; and thus, unanimously approved the following line of authority:

The responsibility is first that of the Chancellor of the University. In the event the Chancellor is not available, authority will be delegated to the following persons in the order noted to make the necessary decision:

- (1) Dr. Norman Hackerman
- (2) Dr. James Dolley
- (3) Mr. Graves Landrum
- (4) Mr. James Colvin

The decision having been made by one of the persons above-mentioned, it shall become his responsibility to notify the University Security Police and the Director, University News and Information Service.

The Security Police will then notify the following administrative officials:

- (1) The Business Manager of the Main University
- (2) The Dean of Students
- (3) The Registrar of the Main University
- (4) The Director of Classified Personnel
- (5) The Director of the Physical Plant

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- (6) The Director, Division of Housing and Food Service
- (7) The University Switchboard Operator
- (8) Austin City Police

The Dean of Students will be responsible for notifying the Dean of Men and Dean of Women, and the Business Manager will be responsible for coordinating the activities of the Director of the Physical Plant and the Director of the Division of Housing and Food Service.

It will be the Director of the University News and Information Service's responsibility to convey the Administration's decision to the Radio-T. V. and newspaper media. In so doing, he should release the decision in the following form:

"Due to (inclement weather--presence of escaped gas on the University campus--failure of utilities at the University campus) the Administration has closed the University and suspended classes until _____ . Accordingly, faculty, students, and secretarial and office personnel are not required to report to the University until _____ .

"Employees in the Physical Plant and in the Division of Housing and Food Services are requested to report to the University in accordance with instructions from their supervisors. They should contact their supervisors by phone on this matter as soon as possible."

All releases and statements to the news media will be made by the Director of the University News and Information Service. Administrative officials will refrain from making any statements on the situation and will refer all inquiries to Mr. Keys' Office.

SYSTEM-WIDE - AUTHORIZATION TO CALL FOR BIDS ON BLANKET SYSTEM-WIDE FIRE AND EXTENDED COVERAGE INSURANCE POLICY.-- Regent Brenan moved that the procedure outlined below for calling for bids for Blanket System-Wide Fire and Extended Coverage Insurance Policy, which is with All State Insurance Company and which will expire September 24, 1965. It is recommended by Comptroller Sparenberg and Vice-Chancellor Dolley that:

1. In accordance with the usual practice, the Comptroller be authorized to call for bids to cover the Blanket System-Wide Fire and Extended Coverage Insurance Policy for the three-year period beginning September 24, 1965, the bids to be called for on or about August 1, 1965.

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2. Bids will be called for from a selected list of bidders, and that bids will be accepted only from those companies which can equal or exceed the following ratings as shown in Best's Insurance Guide for 1965: General Policyholders Rating: A+; Financial Rating: AAAAA; Policyholders' Surplus at December 31, 1964: \$30,000,000 or more. These stipulations will allow some Texas companies to bid.
3. The Executive Committee of the Board of Regents be authorized to approve an award on this insurance, based on recommendations from Comptroller Sparenberg and Vice-Chancellor Dolley, to be sure that there will be no lapse in the coverage.

Regent Connally seconded this motion which was unanimously adopted.

SPECIAL COMMITTEE TO STUDY PARKING PROBLEM, MAIN UNIVERSITY. -- Vice-Chairman Erwin moved that the Chairman of the Board of Regents be authorized and directed to appoint a special committee composed of Regents and administrative officials to study the parking problem at the Main University and to report its recommendations back to the Board no later than December 31, 1965. This motion was seconded by Regent Brenan and unanimously adopted.

PROCEDURAL POLICY RE ISSUANCE AND SALE OF BONDS. -- The Procedural Policy re Issuance and Sale of Permanent University Fund Bonds as adopted at the Regents' meeting in July 1963 was amended by unanimous vote upon motion of Regent Ikard, seconded by Regent Johnson so as to read as follows:

The proposal for issuance and sale of Bonds shall be referred to the Land and Investment Committee for consideration before action by the full Board, but summaries of bids on all bonds shall be referred directly to the Board of Regents for appropriate action.

MAIN UNIVERSITY: FINANCING OF NEW DORMITORY COMPLEX. -- Upon a motion by Regent Brenan, seconded by Regent Bauer, the Board unanimously adopted the recommendations of Doctor Dolley that the new Dormitory Complex be financed by a bond issue, all or part of which would be a commitment from HHFA with authorization to advertise bonds for sale and to send a letter of intent for this purpose to HHFA.

MECHANICAL PROCEDURES, SUPPORTING MATERIAL FOR REGENTS' MEETINGS. -- Upon a motion of Regent Josey, seconded by Regent Ikard, the Board unanimously adopted the following suggestions re Mechanical Procedures of Supporting Material for the Regents' Meetings:

- a. The practice of recompiling material for each committee (by putting together the 10-day material, the 5-day material, and the emergency material) should be discontinued.
- b. Extra bound copies of the 10-day material and the 5-day material should be available for those who do not bring their bound copies with them.

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- c. All pages of the material for each committee should be clearly identified and numbered consecutively whether in the 10-day material, the 5-day material, or the emergency material. For example, for the Land and Investment Committee, all pages should be clearly numbered "L&I 1", "L&I 2", "L&I 3", etc. The L&I pages in the 5-day material should not begin with page 1, but should continue the consecutive numbering that appeared in the 10-day material, and the pages of the emergency material should continue the consecutive numbering that appeared in the 5-day material. It will then be easy to follow the material for any of the committees by going first to the 10-day book, then to the 5-day book, and finally to the emergency material and simply following the consecutively numbered pages.
- d. Tabs should be placed in the 5-day material just like they are in the 10-day material so as to facilitate the handling of the 5-day material.
- e. The Index for the Land and Investment Committee material as prepared by Miss Thedford should be discontinued and the Index prepared by Miss Lockwood should be used exclusively, but Miss Lockwood should add page numbers to her Index.
- f. Land and Investment reports that require no action and are for information only should be mailed to all members of the Board separately and should no longer be included in the meeting material.
- g. The pages containing the justification for the permissions to travel should be omitted from the meeting material that is sent to the three non-members of the Executive Committee and should be mailed (for information) to such non-members at the same time they are mailed to the Executive Committee.

CHANGE IN FORM OF DOCKET AND BUDGET DOCKET.-- Upon a motion of Vice-Chairman Erwin, seconded by Regent Bauer, it was unanimously authorized:

- a. That in the future the Docket (now referred to the Academic and Developmental Affairs Committee) and the Budget Docket (now referred to the Executive Committee) be combined into a document entitled "Chancellor's Docket."
- b. That since the matters now appearing in the Docket and the Budget Docket are almost entirely routine (consisting primarily of amendments to the Budgets, reports of relatively small government grants to individual researchers, and gifts to the University or its institutions), the proposed Chancellor's Docket be distributed to all members of the Board for approval as an interim action item. The ballot to be returned will be in such form as to read: "Approved, except as to the following items:" with space provided for

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listing the excepted items. Any excepted item listed by any Regent will not be approved but will be referred to the appropriate committee for consideration at the next meeting of the Board. All items not excepted by any Regent will be deemed approved without further action of the Board, and will be reported for the record in the minutes of the next meeting of the Board as an attachment to those minutes. Any Regent whose completed ballot has not been received by the Secretary at the conclusion of business on the 14th day after the Chancellor's Docket has been mailed to such Regent shall be deemed to have approved all items in the Docket without exception.

MINUTES: PREPARATION AND DISTRIBUTION. -- Upon a motion duly made and seconded, the Board approved the following recommendations of Vice-Chairman Erwin that in the future:

1. The Minutes of the Board meetings clearly and completely reflect all actions taken by the Board so that it will no longer be necessary to refer to any other document in order to determine the actions that were taken. At the present time the so-called "Minutes" are in one volume and in a separate volume are included "Attachment No. 1" (which consists of most of the Administration's recommendations to the Land and Investment Committee), the Docket, and the Budget Docket. These recommendations will result in "Attachment No. 1" being incorporated into the report of the Land and Investment Committee where it properly belongs, and the newly created Chancellor's Docket (formerly the Docket and the Budget Docket) will be included as an attachment to the minutes and will be bound in the minute volume, so that all actions of the Board will be contained in that volume.
2. All distributed copies of the minutes be complete and in the form recommended in the foregoing paragraph and that 60 copies of the minutes be distributed to the following:

State Officials (5 copies)

Governor (certified copy)	1
Legislative Budget Board (certified copy)	1
Coordinating Board, Universities and Colleges	1
State Librarian	1
State Auditor (Assistant at Main Univ.)	1

Board of Regents (13 copies)

Members of the Board	9
Secretary	4

Central Administration (18 copies)

Chancellor, Mrs. Jacobsen, and Mrs. Hudspeth	3
Vice-Chancellor (Fiscal)	1

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MINUTES: PREPARATION AND DISTRIBUTION.-- Upon a motion duly made and seconded, the Board approved the following recommendations of Vice-Chairman Erwin that in the future:

CORRECTION

THIS DOCUMENT
HAS BEEN REPHOTOGRAPHED
TO ASSURE LEGIBILITY

Members of the Board
Secretary

4

Central Administration (18 copies)

Chancellor, Mrs. Jacobsen, and Mrs. Hudspeth
Vice-Chancellor (Fiscal)

3

1

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Board of Regents (13 copies)

Members of the Board	9
Secretary	4

Central Administration (18 copies)

Chancellor, Mrs. Jacobsen, and Mrs. Hudspeth	3
Vice-Chancellor (Fiscal)	1

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Central Administration (Continued)

Vice-Chancellor (Academic)	1
Vice-Chancellor (Developmental)	1
Vice-Chancellor (Dr. Wilson S. Stone)	1
Director, State and Federal Affairs	1
Assistants to the Chancellor	2
Comptroller	2
Endowment Officer	2
University Attorney	1
Budget Officer	1
Development Board	1
Personnel Officer	1

Main University (8 copies)

Business Manager	1
Auditor	2
Registrar	1
News and Information Service	1
Library	3

Other Institutions (15 copies)

Arlington State	2
Texas Western	2
Medical Branch	2
Dental Branch	2
Southwestern Medical	2
South Texas Medical	1
M. D. Anderson	2
Graduate School of Biomedical Sciences	1
Division of Continuing Medical Education	1

Others

University of Texas Ex-Students' Association	1
Total	60

SCHEDULED MEETINGS OF THE BOARD. -- It was resolved that meetings of the Board of Regents would be held as follows:

- August 27-28, 1965, in Houston
- October 7-8, 1965, place to be decided later
- November 23-24, 1965, in Austin

APPROVAL OF MINUTES, MAY 22-23, 1965. -- The minutes of the last preceding meeting of the Board of Regents held on May 22-23, 1965 were unanimously approved as distributed by the Secretary upon a motion of Regent Brennan, seconded by Vice-Chairman Erwin.

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REPORTS AND/OR SPECIAL ITEMS BY CHANCELLOR RANSOM.--
Chancellor Ransom stated that because of the heavy schedule he would distribute by mail his report on "Survey of Teaching" and other matters largely developmental.

CONCESSION CONTRACT WITH THE EX-STUDENTS' ASSOCIATION FOR COIN OPERATED LAUNDRY MACHINES, MAIN UNIVERSITY.--
Upon motion of Regent Brenan, seconded by Regent Johnson, the Board unanimously approved the following recommendations of Chancellor Ransom as set out in the supporting material:

1. That the Board of Regents authorize a contract for coin operated laundry machines between the Board of Regents of The University of Texas and the Ex-Students' Association.
2. That the Executive Committee of the Board of Regents be authorized to approve the contract after recommendation and approval of the terms by Central Administration.
3. That the Chairman of the Board of Regents be authorized to sign the contract after approval by the Executive Committee of the Board.
4. That the Ex-Students' Association be authorized through Campus Services, Inc., to negotiate a contract with a vendor or concessionaire to furnish the coin operated laundry machines in accordance with the requirements of the University and that such contract shall be approved by the University Attorney, Chancellor Ransom, or Vice-Chancellor Dolley.
5. That the contract with the Ex-Students' Association will provide payment to The University of Texas auxiliary enterprise units in an amount equal to an average of the income received in the two fiscal years ended August 1963 and August 1964. This payment is in effect a guarantee to the University and all income received by the Ex-Students' Association (Campus Services, Inc.) in excess of the guarantee will be distributed 50% to the auxiliary enterprises of The University of Texas and 50% to Retained Earnings of Campus Services, Inc. (This recommended distribution of earnings over and above the guarantee conforms to the distribution of vending machine income in the Housing and Food Service units under the existing contract with the Ex-Students' Association.)
6. The Retained Earnings of Campus Services, Inc. will be expended upon the authority of the Chancellor and the Board of Regents in accordance with the same procedures that are now in effect for the vending machine income.

AMENDMENT TO RULES AND REGULATIONS, PART II, 1943 EDITION: TEXAS UNION BOARD OF DIRECTORS.-- The Rules and Regulations, Part II, 1943 Edition, Section 46, relating to the members

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of the Board of Directors of the Texas Union, was amended to read as follows, upon motion of Regent Connally, seconded by Regent Ikard:

The Board of Directors of the Texas Union shall consist of 11 members: five students, four faculty members, one member of the Dads' Association, and the Dean of Students or his representative.

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

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

The term "year" used in the above paragraph shall correspond to the period of service of the President of the Students' Association (from May to May).

To be eligible for a place on the Board of Directors, a student must have at least Junior standing, while serving in this position.

The faculty members shall be members of the general faculty who teach at least two-thirds time and who are elected by a plurality annually by the general faculty to serve for a period of two years beginning on June 1, after their election.

The member of the Dads' Association shall be a representative of that organization appointed by the President of the Dads' Association and approved by the Executive Committee of the Dads' Association, to serve for a period of two years beginning June 1 after his appointment.

The Dean of Students or his representative shall serve ex officio.

The officers of the Board of Directors of the Texas Union shall be as follows: Chairman, President of the Union Council; Vice-Chairman, President

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of the Students' Association; Secretary (without vote), Union Director. These officers shall perform the usual duties of their respective offices.

The Board of Directors of the Texas Union may, at its discretion, authorize the three officers together with one other member, not a student, to serve as an executive committee acting for the Board of Directors between meetings, but only during the period from June 1st until the first day of registration for the fall semester. All actions taken by the Executive Committee are subject to later ratification by the Board of Directors.

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

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

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REPORTS OF STANDING COMMITTEES

Chairman Heath called on the Committee Chairmen for reports of their respective committees.

REPORT OF EXECUTIVE COMMITTEE (See Page 59 for adoption.)
 --Committee Chairman Brenan presented the following report of the Executive Committee:

1. Amendment to 1964-65 Budget, Office of the Secretary of the Board of Regents. --It is recommended that the Board ratify a transfer of \$1,000 from the Central Administration's Unallocated Account to the Maintenance and Equipment Account of the Office of the Secretary of the Board of Regents.
2. Amendment to 1965-66 Personnel Pay Plan, Main University. --It is recommended that the 1965-66 Personnel Pay Plan for Main University be amended by:

a. Deleting:

Code	Title	Monthly Range	Annual Range	Step
8460	Radio-Television Chief Engineer	\$650-835	\$7800-10020	35

b. Adding:

8460	Assistant Director in Charge of Radio-Television Engineering	740-1000	8880-12000	38
8201	Assistant Director, Language Laboratory	565-710	6780-8520	32

c. Changing Code 2560 to read as follows:

Title	Monthly Range	Annual Range	Step
Director of Employee Benefits	\$592-870	\$7104-10440	33

3. Confirmation, Employment of Doctor A. Richard Mitchell, (Nepotism Rule Involved) Arlington State College. --The Executive Committee recommends that the appointment of Doctor A. Richard Mitchell as Assistant Professor of Mathematics at Arlington State College for 1965-66 be approved and ratified.
4. Amendment to 1964-65 Budget, Graduate School of Biomedical Sciences: Appropriation of Unallocated Grant Funds and Reappropriation of Unexpended Balances at August 31, 1965. --The Executive Committee approved for the full Board's consideration that:
 - a. There be appropriated the amount of \$9,200.02 from the Unallocated Grant Balances for 1964-65 at the Graduate School of Biomedical Sciences at Houston for renting, remodeling, and preparing

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space for the 1965 Fall Semester. (See Page 70 .)

- b. Any unexpended balances in the appropriations for the Graduate School of Biomedical Sciences of 1964-65 fiscal year be reappropriated for renting, remodeling, and preparing space for use of the Graduate School of Biomedical Sciences.
5. Budget Docket. -- It is recommended that the Budget Docket of Chancellor Ransom be approved as presented and attached to and made a part of the minutes.
6. Authorization for the Use of "Special Concessions" Item in the Auxiliary Enterprises Budget. -- The Executive Committee approved for the full Board's consideration the request that Arlington State College be authorized to continue in the Auxiliary Enterprises Budget the "Special Concessions" item as outlined in the Supporting Material.
7. Report of Interim Actions. -- It is recommended that the following report of Interim Actions, unanimously approved by the Executive Committee, be in all things approved, confirmed, and ratified. These consist of the following as detailed below:
 - a. Travel Items (Pages 45-46)
 - b. Budgetary Amendments for Main University (Pages 46-48)
 - c. Budgetary Amendments for Texas Western College (Page 49)
 - d. Budgetary Amendments for Medical Branch (Page 50)
 - e. Budgetary Amendments for M. D. Anderson Hospital and Tumor Institute (Page 51)
 - f. Budgetary Amendments for Southwestern Medical School (Page 52)
 - g. 1965-66 Classified Personnel Pay Plan: Arlington State College (Pages 53-56)
 - h. Policies, Procedures, and Authorizations for Land Acquisition of certain land so authorized by H. B. No. 492 (Pages 57-58)
 - i. Lease Agreements for M. D. Anderson Hospital and Tumor Institute with Hermann Hospital Estate and with the Center Pavilion, Inc. (Page 58)
 - j. Six Contracts of Sale to The University of Texas Medical Branch in its land acquisition program (Page 58)

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- a. Permission for the following from Main University to travel on the dates and for the purposes indicated below:

<u>Name</u>	<u>Period of Absence</u>	<u>Destination</u>
Everett Barnes, Associate Director, Department of Economic Geology; Director, Tektite Research	July 8 - August 16, 1965	Russia, Czechoslovakia, Switzerland, and possibly other countries on line of travel

Purpose: To investigate tektites and impact craters at places of occurrence throughout the world, view collections, collaborate with tektite workers, and report results before scientific groups.

Costs: Estimated to be \$1,400 for Transportation and \$800 Per Diem (40 Days) payable from Grant Funds.

<u>Name</u>	<u>Period of Absence</u>	<u>Destination</u>
Ernest B. Kinsey, Professor of Physics; Director, Research in Nuclear Physics: Ac- celerator Laboratory	July 13, 1965 -- September 12, 1965	Antwerp, Belgium Strasbourg, France Milan, Italy and other European lab- oratories

Purpose: To attend "International Conference on the Study of Nuclear Structure with Neutrons" and to discuss common problems with colleagues at various European laboratories. (Holland-Amsterdam, University of Delft, Utrecht; France, Saclay; England, Oxford, Liverpool, Cambridge, and others.)

Costs: Estimated to be \$450 for Transportation and \$875 Per Diem (30 Days) payable from State Funds - Travel Account (Research in Nuclear Physics).

<u>Name</u>	<u>Period of Absence</u>	<u>Destination</u>
Bar-Adon, Associate Professor of Semitic Languages	June 18, 1965 -- September 3, 1965	Jerusalem, Israel

Purpose: Special Research Assignment and to attend the 4th World Congress on Jewish Studies, July 25 through August 1st.

Costs: Estimated to be \$1,170 for Transportation and \$680 Per Diem (78 Days) payable from Special Development Funds - Arts and Sciences Foundation, - Hebrew Development Program, Various Donors
30-1897-2150

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<u>Name</u>	<u>Period of Absence</u>	<u>Destination</u>
John Taylor, Assistant Professor, Department of Art; Consultant, Book Art Center	June 10 - July 10, 1965	Washington, D. C.; Philadelphia, Penn.; Boston, Mass.; New York, New York; Cleveland, Ohio; Chicago, Illinois; and Kansas City, Missouri

Purpose: To gather research for a book of essays on Indian art.

Expenses: Estimated to be \$232.34 for Transportation and \$459 for Per Diem (31 Days) payable from U.R.I. Project Funds.

<u>Name</u>	<u>Period of Absence</u>	<u>Destination</u>
Frederic P. Oliver, Professor of Zoology	July 11-August 17, 1965	Fiji Island, Somoa Island, Hawaii

Purpose: Assist in collecting Drosophila specimens.

Expenses: Estimated to be \$1,335 plus \$500 excess baggage, boat travel, etc. for Transportation and \$608 for Per Diem (38 Days) payable from Contract Funds.

<u>Name</u>	<u>Period of Absence</u>	<u>Destination</u>
Alison S. Stone, Professor of Zoology	July 17-August 17, 1965	Hawaii, Fiji, Western Samoa and American Samoa

Purpose: To collect Drosophila on Hawaiian Islands and others for research project.

Expenses: Estimated to be \$1,850 for Transportation and \$512 for Per Diem (32 Days) payable from Grant Funds.

b. Amendments to the 1964-65 Budget for Main University as set out below in the form as submitted:

<u>Explanation</u>	<u>Present Status</u>	<u>Proposed Status</u>	<u>Effective Dates</u>
8. Thazepadath Streevalsan Microbiology	Research Scientist Associate III	Research Scientist Associate IV	
Salary Rate	\$7,800	\$8,880	5/1/65
Source of Funds: Contract Funds - USPHS Grant			
9. Auxiliary Enterprises - Student Activity Fees			
Transfer of Funds	From: Choral Organizations - General Fund	To: Choral Organ- izations - Travel	
Amount of Transfer	\$ 60.56	\$ 60.56	---

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Explanation	Present Status	Proposed Status	Effective Dates
2. Bary A. Gold Physics - Chemistry		Research Scientist Assistant I ($\frac{1}{2}$ T)	
Physics - Research in Molecular Physics	Laboratory Research Assistant I (15/40 T) \$ 3,072	\$ 4,800	6/1/65
Salary Rate			
Source of Funds: Excellence Fund - Graduate Program in Physics			
3. Carol M. Parker Zoology		Research Scientist Associate I ($\frac{1}{2}$ T)	
Microbiology - NIH Grant	Research Scientist Assistant I (F.T.) \$ 4,584	\$ 5,784	5/3/65
Salary Rate			
Source of Funds: Government Contract - Gene Organization and Function in Drosophila			
4. Bates L. Hoffer Linguistics Research Center		Research Scientist Associate I (F.T.)	
Library	Clerk ($\frac{1}{2}$ T) \$ 2,820	\$ 6,168	4/26/65
Salary Rate			
Source of Funds: Government Contract - U.S. Army			
5. Roger Lee Boston Defense Research Laboratory	Laboratory Research Assistant I (3/5 T) \$ 3,072	Research Scientist Assistant I (F.T.) \$ 4,200	6/1/65
Salary Rate			
6. Edwin J. Hocker, Jr. Defense Research Laboratory	Laboratory Research Assistant I ($\frac{1}{2}$ T) \$ 3,072	Research Engineer Associate I (F.T.) \$ 7,104	6/1/65
Salary Rate			
7. Malcolm C. Perry Defense Research Laboratory	Laboratory Research Assistant I (19/40T) \$ 3,072	Research Engineer Associate I (F.T.) \$ 7,104	6/1/65
Salary Rate			

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<u>Explanation</u>	<u>Present Status</u>	<u>Proposed Status</u>	<u>Effective Dates</u>
William W. Rienstra Defense Research Laboratory Salary Rate	Laboratory Research Assistant I \$ 3,072	Research Scientist Assistant I \$ 4,200	6/1/65
Stephen K. Mitchell Defense Research Laboratory Salary Rate	Research Scientist Assistant I (7/10T) \$ 4,200	Research Scientist Associate I (F.T.) \$ 6,780	6/1/65
Frank A. Hueter, Jr. Defense Research Laboratory Salary Rate	Research Engineer Assistant II (13/40T) \$ 4,800	Research Engineer Associate II (F.T.) \$ 7,440	6/1/65
Monty L. Herr Chemistry Salary Rate Source of Funds: Government Contract - Liquid Crystals as Solvents	Laboratory Research Assistant I (27/40T) \$ 3,072	Research Scientist Assistant I (23/40T) \$ 4,800	6/1/65
James B. Hicks Engineering Mechanics Salary Rate Source of Funds: Government Contract - Piston and Cylinder Vibration Study	Laboratory Research Assistant I (1/2T) \$ 3,072	Research Engineer Assistant I (F.T.) \$ 4,800	6/1/65
Joan K. Williams Library Salary Rate	Senior Library Assistant \$ 3,828	Librarian I \$ 5,520	6/1/65
Raymond E. Bodnar Chemical Engineering Salary Rate Source of Funds: NSF Grant- Rare Earth, Group V Systems	Research Engineer Assistant I (1/5T) \$ 4,800	Research Engineer Assistant III (1/2T) \$ 6,168	6/1/65

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- c. Amendments to the 1964-65 Budget for Texas Western College as set out below in the form as submitted. The source of funds is Departmental Appropriations unless otherwise specified:

Item No.	Explanation	Present Status	Proposed Status	Effective Dates
9.	Gloria J. Carran Executive Office of Gifts and Grants (page 8) Schellenger Research Laboratory (page 70) Salary Rate	Senior Clerk-Typist \$ 2,700	Administrative Secretary \$ 3,828	3/1/65
10.	Carlos McDonald Schellenger Research Laboratory (Contract Research) (p.70) Salary Rate	Research Engineer - Scientist (3/4T) \$ 11,333	Research Engineer - Scientist (F.T.) \$ 13,333	6/1/65
11.	Lawrence P. Blanchard Office of the Dean of Students (p. 6) Business Administration (p.21) Salary Rate: 9 mos. 12 mos. Source of Funds: Unallocated Salaries	Associate Professor \$ 8,400 11,200	Student Financial Aid Officer \$ 12,800	6/1/65
12.	Carlos A. Garcia Office of the Dean of Students (p.6) Philosophy and Psychology (p.41) Salary Rate: 9 mos. 12 mos.	Instructor \$ 6,500 8,667	Acting Dean of Men \$ 10,500	6/1/65
13.	Auxiliary Enterprises - Intercollegiate Athletics (A.E. p.11) Transfer of Funds Amount of Transfer	From: Student Services Fee Contingency Fund via Budgeted Income \$ 47,353	To: Intercollegiate Athletics Budget \$ 47,353	---

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d. Amendments to the 1964-65 Budget for Medical Branch
as set out below in the form as submitted:

<u>Explanation</u>	<u>Present Status</u>	<u>Proposed Status</u>	<u>Effective Dates</u>
Office of Business Manager (page 6) Transfer of Funds	From: Unallocated Maintenance and Operation	To: Business Manager's Office - Travel Account	---
Amount of Transfer	\$ 1,750	\$ 1,750	
Office of Staff Personnel (page 13) Transfer of Funds	From: Personnel Office - Main- tenance and Operation	To: Personnel Office - Travel Account	---
Amount of Transfer	\$ 50	\$ 50	
Mail and Telephone Service (page 19) Transfer of Funds	From: Unallocated Maintenance and Operation	To: Mail and Telephone Service - Account	---
Amount of Transfer	\$ 300	\$ 300	
Office of the Dean of the Faculty of Medicine (page 29a) Transfer of Funds	From: Unallocated Maintenance and Operation	To: Dean's Office - Travel Account	---
Amount of Transfer	\$ 1,000	\$ 1,000	
Preventive Medicine and Public Health - Bio-Statistics Division (page 75a) Transfer of Funds	From: Unappropriated Surplus	To: Departmental Equipment	---
Amount of Transfer	\$ 9,500	\$ 9,500	

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- e. Amendments to the 1964-65 Budget for M. D. Anderson Hospital and Tumor Institute as set out below in the form as submitted. The source of funds is Departmental Appropriations unless otherwise specified:

<u>Explanation</u>	<u>Present Status</u>	<u>Proposed Status</u>	<u>Effective Dates</u>
Patient Care Activity (page 33) Transfer of Funds	From: Unappropriated Surplus	To: Patient Care - Equipment	
Amount of Transfer	\$ 75,000	\$ 75,000	---
Lynn C. Hayward National Cancer Institute (Biomathematics) (p.62)	Assistant Biomathematician	Associate Director (Common Research Computer Facility) ($\frac{1}{2}$ T)	
Salary Rate	\$ 14,000	\$ 15,000	5/1/65
Source of Funds: NCI Grant			
Joseph G. Sinkovics National Cancer Institute (Medicine) (p.60)	Assistant Internist	Assistant Internist	
Salary Rate	\$ 16,000	\$ 21,000	6/1/65
Source of Funds: NCI Research Career Development Award			
Herman D. Suit National Cancer Institute (Radiology) (p.61)	Associate Radio-therapist	Associate Radio-therapist	
Salary Rate	\$ 21,500	\$ 23,500	6/1/65
Source of Funds: NCI Research Career Development Award			
Louis Recher Virology and Electron Microscopy (p.18) Pathology (p.27)	Fellow	Assistant Biologist	
Salary Rate	\$ 10,000	\$ 12,000	7/1/65
Source of Funds: Leukemia Society Fellowship			

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- f. Amendments to the 1964-65 Budget for Southwestern Medical School as set out below in the form as submitted.
The source of funds is Departmental Appropriations unless otherwise specified:

<u>Explanation</u>	<u>Present Status</u>	<u>Proposed Status</u>	<u>Effective Dates</u>
Pedro Stastny Internal Medicine (page 23) Salary Rate Source of Funds: North Texas Arthritis and Rheumatism Foundation Grant and Arthritis Foundation Post-Doctoral Fellowship.	Instructor \$ 12,500	Instructor \$ 13,500	5/1/65
Kathleen Gilliland Biochemistry (p. 19) Salary Rate Source of Funds: USPHS Grant	Graduate Student Fellow (Welch Foundation Grant) \$ 3,000	Research Technician II \$ 5,520	6/6/65
Tadashi Okuda Experimental Medicine (p.21) Salary Rate Source of Funds: Current Restricted Funds - G. H. Vaughn Fund	Fellow \$ 6,000	Fellow \$ 7,200	6/1/65
Keith H. Johansen Psychiatry (p. 47) Salary Rate Source of Funds: U.S.P.H.S. Grant	Fellow \$ 3,600	Fellow \$12,000	7/1/65
James A. Belli Radiology (p.52) Salary Rate Source of Funds: U.S.P.H.S. Career Development Award	Assistant Professor \$15,000	Assistant Professor \$16,000	7/1/65

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g. The following Personnel Pay Plan for Arlington State
College for 1965-66.

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Class Code	Class Title	Pay Range Number	Steps					F
			A	B	C	D	E	
<u>CLERICAL, FISCAL, AND ADMINISTRATIVE</u>								
0000	<u>General Clerical</u>							
0001	Clerk	17	\$242	\$254	\$267	\$280	\$294	\$310
0002	Senior Clerk	19	267	280	294	310	325	341
0003	Administrative Clerk	23	325	341	357	375	394	414
0004	Administrative Assistant	27	394	414	435	457	480	504
0011	Clerk Typist	18	254	267	280	294	310	325
0012	Senior Clerk Typist	20	280	294	310	325	341	357
0021	Secretary	19	267	280	294	310	325	341
0022	Senior Secretary	22	310	325	341	357	375	394
0023	Administrative Secretary	24	341	357	375	394	414	435
0031	Switchboard Operator	17	242	254	267	280	294	310
0032	Chief Switchboard Operator	18	254	267	280	294	310	325
0100	<u>Fiscal and Accounting</u>							
0101	Accounting Assistant	25	357	375	394	414	435	457
0102	Accountant	27	394	414	435	457	480	504
0103	Chief Accountant	35	582	610	640	670	700	730
0111	Cashier	21	294	310	325	341	357	375
0112	Bursar	27	394	414	435	457	480	504
0121	Payroll Officer	28	414	435	457	480	504	529
0130	Auditor	38	670	700	730	760	790	825
0200	<u>Purchasing and Stores</u>							
0201	Associate Purchasing Agent	31	480	504	529	555	582	610
0202	Purchasing Agent	32	504	529	555	582	610	640
0211	Laboratory Storekeeper I	18	254	267	280	294	310	325
0212	Laboratory Storekeeper II	24	341	357	375	394	414	435
0221	Warehouseman*	23	325	341	357	375	394	414
0231	Sales Clerk	16	231	242	254	267	280	294
0235	Retail Store Manager	35	582	610	640	670	700	730
0241	Locker Room Attendant	16	231	242	254	267	280	294
0300	<u>Data Processing Service</u>							
0301	Key Punch Operator I	19	267	280	294	310	325	341
0302	Key Punch Operator II	23	325	341	357	375	394	414
0311	Computer Operator I	25	357	375	394	414	435	457
0312	Computer Operator II	27	394	414	435	457	480	504
0321	Computer Programmer I	26	375	394	414	435	457	480
0322	Computer Programmer II	33	529	555	582	610	640	670
0324	Assistant Data Proc Manager	34	555	582	610	640	670	700
0325	Data Processing Manager	36	610	640	670	700	730	760
0400	<u>Information Services</u>							
0401	Information Writer	31	480	504	529	555	582	610
0403	Editor, Official Publications	32	504	529	555	582	610	640
0405	Information and Publications Director	34	555	582	610	640	670	700
0500	<u>Admissions and Records</u>							
0501	Assistant Registrar	32	504	529	555	582	610	640
0502	Associate Registrar	35	582	610	640	670	700	730

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Table I
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Class Code	Class Title	Pay Range Number	Steps					
			A	B	C	D	E	F
0600	<u>Personnel Services</u>							
0603	Personnel Assistant	30	\$457	\$480	\$504	\$529	\$555	\$582
<u>STUDENT AFFAIRS AND SERVICES</u>								
1000	<u>Student Affairs</u>							
1001	Assistant Dormitory Supervisor*	15	220	231	242	254	267	280
1002	Dormitory Supervisor*	18	254	267	280	294	310	325
1004	Auditorium and Theater Mgr	28	414	435	457	480	504	529
1005	Director of Men's Residence Affairs	33	529	555	582	610	640	670
1007	Student Counselor	35	582	610	640	670	700	730
1010	Dean of Men	35	582	610	640	670	700	730
1012	Dean of Women*	35	582	610	640	670	700	730
1100	<u>Placement and Student Aid</u>							
1101	Placement and Student Aid Director	34	555	582	610	640	670	700
1200	<u>Student Center Operations</u>							
1201	Bowling and Games Attendant	21	294	310	325	341	357	375
1202	Bowling and Games Manager	25	357	375	394	414	435	457
1205	Student Activities Advisor	28	414	435	457	480	504	529
1211	Assistant Director of Housing and Student Center Facilities	32	504	529	555	582	610	640
1300	<u>Health Services</u>							
1301	Licensed Vocational Nurse	20	280	294	310	325	341	357
1302	Registered Nurse	24	341	357	375	394	414	435
1303	Nursing Services Supervisor	28	414	435	457	480	504	529
<u>LIBRARY</u>								
2001	Library Assistant	25	357	375	394	414	435	457
2002	Librarian I	30	457	480	504	529	555	582
2003	Librarian II	33	529	555	582	610	640	670
2004	Librarian III	35	582	610	640	670	700	730
2005	Associate College Librarian	38	670	700	730	760	790	825
<u>CUSTODIAL AND FOOD SERVICES</u>								
3000	<u>Custodial Services</u>							
3001	Custodial Worker	16	231	242	254	267	280	294
3003	Custodial Foreman	18	254	267	280	294	310	325
3005	Custodial Supervisor	23	325	341	357	375	394	414
3100	<u>Food Services</u>							
3101	Food Service Worker I	12	190	200	210	220	231	242
3102	Food Service Worker II	14	210	220	231	242	254	267
3103	Food Service Supervisor	24	341	357	375	394	414	435
3104	Cook	18	254	267	280	294	310	325
3105	Baker	18	254	267	280	294	310	325
3106	Food Service Director	34	555	582	610	640	670	700

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Class Code	Class Title	Pay Range Number	Steps					
			A	B	C	D	E	F
LABOR, LABOR SUPERVISION AND TRADES								
<u>4000</u>	<u>Labor and Grounds Maintenance</u>							
4001	Laborer	18	\$254	\$267	\$280	\$294	\$310	\$325
4005	Grounds Crew Foreman	23	325	341	357	375	394	414
<u>4100</u>	<u>Building and Mechanical Trades</u>							
4101	Carpenter	26	375	394	414	435	457	480
4103	Carpenter Foreman	29	435	457	480	504	529	555
4111	Painter	26	375	394	414	435	457	480
4113	Painter Foreman	29	435	457	480	504	529	555
4115	Plasterer	27	394	414	435	457	480	504
4121	Plumber	27	394	414	435	457	480	504
4131	Air Conditioning and Heating Mechanic	27	394	414	435	457	480	504
4133	Utilities Station Operator	27	394	414	435	457	480	504
4135	Utilities Station Supervisor	33	529	555	582	610	640	670
4137	Superintendent of Utilities	41	760	790	825	860	900	950
4141	Electrician	27	394	414	435	457	480	504
4143	Electrician Foreman	30	457	480	504	529	555	582
4151	Locksmith	26	375	394	414	435	457	480
4161	Maintenance Repairman	23	325	341	357	375	394	414
4163	Maintenance Supervisor	27	394	414	435	457	480	504
4165	General Maintenance and Service Supervisor	33	529	555	582	610	640	670
4171	Automotive Mechanic	23	325	341	357	375	394	414
4173	Laboratory Mechanic	26	375	394	414	435	457	480
4175	Electronics Technician	27	394	414	435	457	480	504
<u>4200</u>	<u>Engineering and Allied</u>							
4201	Draftsman	27	394	414	435	457	480	504
<u>4300</u>	<u>Printing</u>							
4301	Offset Pressman	21	294	310	325	341	357	375
4303	Reproduction Supervisor	25	357	375	394	414	435	457
<u>4400</u>	<u>Security</u>							
4401	Campus Security Officer	20	280	294	310	325	341	357
4403	Campus Security Chief	31	480	504	529	555	582	610

*Maintenance received in the form of meals and lodging at the expense of the College will be valued, with due consideration of convenience accruing to the College in connection with the maintenance provided, and the value of such maintenance deducted from the rates of compensation recommended.

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Table II - Basic Rate Schedule for Classified Personnel

RATES				RATES			
Salary Step	Month	Twelve Months	Hourly	Salary Step	Month	Twelve Months	Hourly
5	\$ 132	\$ 1584	\$.76	26	\$ 375	\$ 4500	\$ 2.16
6	139	1668	.80	27	394	4728	2.27
7	146	1752	.84	28	414	4968	2.39
8	154	1848	.89	29	435	5220	2.51
9	162	1944	.93	30	457	5484	2.64
10	171	2052	.99	31	480	5760	2.77
11	180	2160	1.04	32	504	6048	2.91
12	190	2280	1.10	33	529	6348	3.05
13	200	2400	1.15	34	555	6660	3.20
14	210	2520	1.21	35	582	6984	3.36
15	220	2640	1.27	36	610	7320	3.52
16	231	2772	1.33	37	640	7680	3.69
17	242	2904	1.40	38	670	8040	3.87
18	254	3048	1.47	39	700	8400	4.04
19	267	3204	1.54	40	730	8760	4.21
20	280	3360	1.62	41	760	9120	4.38
21	294	3528	1.70	42	790	9480	4.56
22	310	3720	1.79	43	825	9900	4.76
23	325	3900	1.88	44	860	10,320	4.96
24	341	4092	1.97	45	900	10,800	5.19
25	357	4284	2.06				

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h. The following policies, procedures, and authorizations for the acquisition of the seven blocks of land east of Red River Street (identified in House Bill 492 as Tract No. 2 and Tract No. 7):

1. Engage Mr. Harold Legge, M. A. I., C. R. E., and Mr. Jim Frederick, M. A. I., S. R. A., to furnish a complete written appraisal of the fair market value of each piece of property, and authorize the Main University Business Manager to execute a contract with Mr. Legge and Mr. Frederick for this service at a fee of \$250.00 per parcel, a parcel being a separate taxable property, according to the City of Austin's tax records. Their survey shows there are 79 parcels and 62 different owners in Tracts 2 and 7. The total cost for this area will be \$19,750.00. The contract shall also provide; if court preparation and testimony are required in these acquisitions, that either Mr. Legge or Mr. Frederick, or both, would make proper preparations and appear as expert witnesses for an additional fee of \$150.00 per diem, or a pro rata thereof.
2. Engage the firm of Harrison-Wilson-Pearson to act as the University's representative in negotiations for the properties in Tracts 2 and 7, and authorize the Main University Business Manager to execute a contract for this service at a fee of \$23,800.00. This contract shall also provide that Mr. Forest Pearson will act as the negotiator for the University and that if court preparation and testimony are required, additional payments to Harrison-Wilson-Pearson will be as follows:

\$100.00 per day for each day, or part thereof, spent in court for the first ten condemnation cases, and \$50.00 per day for each day, or part thereof, spent in court for condemnation cases in excess of ten. No fee will be paid for preparation time for court appearances.
3. Authorize Gracy Title Company to prepare necessary abstracts of title for properties in Tracts 2 and 7, whereby we procure base abstracts and supplement these as to individual owners. University Attorney and Main University Business Manager will negotiate the best price possible for this package deal, since this arrangement will speed up the closing process.
4. Each sales contract submitted for the appraised price of the property may be accepted and executed for the University by the Main University Business Manager upon the approval of University Attorney and Vice-Chancellor for Fiscal Affairs, subject to a satisfactory title opinion by the Attorney General.
5. Eminent domain proceedings will not be instituted until approved by the Board of Regents.
6. Payments for property shall be subject to the provisions of Paragraph Numbered 4 above, and shall be made by voucher to be signed by Main University Business Manager and to be approved by Vice-Chancellor for Fiscal Affairs.

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- i. Two lease agreements between the Hermann Hospital Estate and The University of Texas M. D. Anderson Hospital and Tumor Institute each for two (2) year periods at the rate of \$.35 per square foot per month, effective April 1, 1965. M. D. Anderson Hospital and Tumor Institute will pay for utilities, except for chilled water for cooling, hot water for heating, and tap water:

1. For 789 square feet in the ground level space of the Hermann Garage Building at 6414 Fannin Street.
2. For 536 square feet in the basement level space in the Hermann Professional Building at 6410 Fannin Street.

- j. Lease agreement between The Center Pavilion, Inc. (Formerly Park Towers) and The University of Texas M. D. Anderson Hospital and Tumor Institute for approximately 21,000 square feet in the second floor of The Center Pavilion Building located at 1700 Holcombe Boulevard for a three (3) year period at the rate of \$.35 per square foot per month, effective April 1, 1965. M. D. Anderson Hospital and Tumor Institute will pay for utilities, except for chilled water for cooling, hot water for heating, and tap water.

Rental cost for these three areas set out in Items i and j above will be paid from grants supporting research to be conducted in this space.

- k. The following six contracts of sale to The University of Texas Medical Branch at the prices indicated below which represent the appraisal prices by Mr. T. A. Waterman, the University's appraiser, plus the necessary closing costs. The source of funds for the payments for the acquisition of these properties will be from funds received from The Sealy and Smith Foundation and/or the appropriations previously made by the Board of Regents for acquisition of properties in Galveston.

<u>Block</u>	<u>Lot</u>	<u>Seller</u>	<u>Purchase Price</u>
490	4	J. F. Christensen and Wife	\$ 20,133.00
490	6	Eric B. Anderson and Wife	18,879.00
550	East 21'4" of Lot 5	T. R. Owens, Jr.	9,098.00
488	East 14'7-1/2" of Lot 6 & all of Lot 7	Baptist General Convention of Texas	34,175.00
490	North 85' of Lot 7	Leo H. Mencacci, Jr. and Wife	10,103.00
549	5	Anna S. Bunde (Mrs. L. H. Bunde), a widow	20,133.00
TOTAL			\$ 112,521.00

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These contracts of sale are to be executed by Associate Director, Mr. E. D. Walker; and are subject to lease to present owners for a period of twelve months from date of closing for \$100.00 annually. Sales Nos. 1, 2, and 3 are to be consummated on or before July 1, 1965. Sales Nos. 5 and 6 are to be consummated on or before July 15, 1965, and Sale No. 4 is to be consummated on or before July 30, 1965. Authority is given for vouchers and checks to be issued and said checks to be delivered in exchange for warranty deeds and evidences of good title to the properties.

Adoption of Report. -- Regent Brennan moved adoption of the foregoing report. Regent Olan seconded the motion which unánimously prevailed.

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REPORT OF ACADEMIC AND DEVELOPMENTAL AFFAIRS COMMITTEE (See Page 64 for adoption). -- Committee Chairman Olan presented the following report:

The Academic and Developmental Affairs Committee presents the following recommendations:

Texas Student Publications, Inc.: Minutes of Board of Directors, May 4, 1965

1. That the minutes of the meeting of the Board of Directors of Texas Student Publications, Inc., held on May 4, 1965, as submitted in the supporting material be received without any action.

Intercollegiate Athletics: 1965 Schedules

2. That the following 1965 Freshman Football Schedule be approved:

October 7	Baylor at Waco	7:30 p. m.
October 22	Rice at Austin	2:00 p. m.
October 29	S.M. U. at Austin	2:00 p. m.
November 5	T. C. U. at Ft. Worth	2:00 p. m.
November 20	Texas A&M at Austin	2:00 p. m.

3. That the following 1965-66 Varsity and Freshman Basketball Schedules be approved:

Varsity Basketball Schedule

December	1	Texas Wesleyan at Austin
	4	Mississippi at Austin
	6	L. S. U. at Austin
	13	Oklahoma State at Stillwater
	14	Nebraska at Lincoln
	20-21	Memphis State Tournament at Memphis, Tenn.
	29-30	American Legion Northwest Holiday Tournament at Seattle
January	4	Rice at Austin
	8	S. M. U. at Dallas
	11	Baylor at Austin
	15	Arkansas at Fayetteville
	18	A&M at Austin
February	1	Howard Payne at Brownwood
	5	Texas Tech at Lubbock
	8	T. C. U. at Austin
	12	A&M at College Station
	15	T. C. U. at Ft. Worth
	19	Texas Tech at Austin
	22	Rice at Houston
	26	S. M. U. at Austin
March	1	Arkansas at Fayetteville
	3	Baylor at Waco

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Freshman Basketball Schedule

December	1	Victoria Jr. College at Austin
	4	Tyler Jr. College at Austin
	6	Wharton Jr. College at Austin
January	4	Rice Frosh at Austin
	11	Baylor Frosh at Austin
	18	A&M Frosh at Austin
February	8	T. C. U. Frosh at Austin
	12	A&M Frosh at College Station
	15	T. C. U. Frosh at Ft. Worth
	22	Rice Frosh at Houston
March	3	Baylor Frosh at Waco

4. That the following Football Home-and-Home Series with Miami University be approved:

September 23, 1972, at Austin
September 22, 1973, at Miami, Florida

Faculty Council Legislation: Student Health Committee

5. That the Faculty Council Legislation relating to the composition and functions of the Student Health Committee be approved as set out below with the understanding that this will be incorporated at the appropriate place in the Institutional Supplement for Main University to the Rules and Regulations when same is presented for the Regents' consideration:

Composition:

- a. Representatives of the General Faculty. The number is flexible. A minimum of three is suggested.
- b. Administrative officials (or their representatives) from relevant student life areas.
- c. The Director of the Student Health Center, and by his recommendation, one or more physicians from the Student Health Center, including the Assistant or Associate Director.
- d. Two student representatives appointed through appropriate channels.

Functions:

- a. Advisory: The members of this committee, meeting with the Director of the Student Health Center, will act in an advisory capacity regarding policy and administrative matters other than those involving

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medical procedures. Any member of the committee may request a meeting to consider matter or matters relating to general or specific problems of student health on campus.

- b. Supportive & Planning: At the request of the Director, the committee as a whole, or in subcommittee, will consider and advise on matters pertaining to the provision of effective health services, including facilities and staff requirements.
- c. Student and Community Relationships:
 - (1) The committee will work with the Director and his staff in the promotion of understanding of the role and functions of the Student Health Center in the campus community.
 - (2) The committee may be asked to hear complaints, counsel about alleged inequities in student health services, and make appropriate recommendations.

Faculty Council Legislation: Term of Appointment for Standing Committees of the General Faculty and of the Committee on Committees

- 6. That members of all Standing Committees of the General Faculty with the exception of the faculty members appointed to the Athletic Council, and members of the Committee on Committees be appointed for a two-year term effective 1965. That the appointment of members in 1964-65 be extended through August 1967 so that committee appointments thereafter would coincide with the biennium.
- 7. That the members of the Athletic Council be appointed for four-year terms with one new appointment each year.

Department of Slavonic Languages Changed to Department of Slavic Languages

- 8. That the Department of Slavonic Languages be changed to the Department of Slavic Languages, effective September 1, 1965.

Core and Degree Programs, Graduate School of Biomedical Sciences at Houston

- 9. That the following core and degree programs for the Graduate School of Biomedical Sciences at Houston as proposed be approved in principle with detailed studies to be made by the Administration and to be returned to the Board if there are any substantive changes:

A core program course shall be required of all new students in order to impart to them the broad perspective of the basic concepts, problems and laboratory procedures essential to graduate study in the biomedical sciences. This course will be essentially a full-time effort for the first year and for most of the first half of the second year. It will consist of an extensive programmed lecture series by appropriate members of the resident Graduate Faculty and by a Visiting Faculty, sampling intensively the total spectrum of the fundamental biological problems, supplemented by demonstrations and exercises illustrative of the major laboratory aspects of these fields.

The course will require 2-1/2 clock hours of lecture in the morning and 3 to 4 clock hours of laboratory in the afternoon, four days per week plus a fifth day of library or field work. Fifteen credit hours will be given for this course. Its detailed content is being elaborated in concert with the Committee on Graduate Studies.

Graduate School of Biomedical Sciences at Houston: Academic Programs Leading to Master of Science and Master of Arts Degrees

10. That the Board of Regents approve for submission to the Coordinating Board, Texas College and University System a proposal that the Graduate School of Biomedical Sciences at Houston be granted permission to operate with the following three divisions. If and when these are approved by the Coordinating Board, the description of the programs will be incorporated in the catalogue of the Graduate School of Biomedical Sciences to be approved.
- (a) Division of Advanced Studies (preparing for the Master of Arts and Doctor of Philosophy degrees)
 - (b) Division of Professional Education (Master of Science degree)
 - (c) Division of Continued Education in medicine (no academic or other degrees)

Docket (Attachment No. 2)

11. That the Docket of Chancellor Ransom be approved as submitted in the supporting material and that same be attached to and made a part of the minutes (See Page 37 for changes in the presentation of this material hereafter.)

Discussion Matters

The next two items were not on our original agenda, but I want to indicate that our committee is beginning to consider programs and academics generally. The committee and the Chancellor are actively and wisely engaged in

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looking at the teaching program toward improving the quality of education.

Regent Johnson confronted us with the problem of Cross Disciplines, and Chancellor Ransom stated that this study is being pursued and that there is an item of \$20,000 in the Excellence Program for this purpose.

In a discussion on the activities planned for next year relative to improvement of teaching at undergraduate level, Doctor Hackerman reported on an allocation of funds in the suggested Excellence Fund Budget to a center for studies on teaching of college science and mathematics, on language and area studies, and on individual departmental programs whose sole function is to investigate carefully how the undergraduate teaching activities can be improved. In addition, he also pointed out that in some of the professional schools the tendency toward having the students majoring in those areas make greater use of the Arts and Sciences Departments and to some extent the Fine Arts Departments was being developed. Finally, in connection with the appointment of new faculty members for next year, he read a paragraph from a letter relating to one young man who was being appointed as an Assistant Professor. This paragraph showed that as a graduate student the new appointee had been very active and very effective as a Teaching Assistant at the university from which he got his degree.

I move the adoption of the report.

Adoption of the Report. --Regent Ikard seconded the motion which was unanimously adopted.

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REPORT OF JOINT MEETING OF BUILDINGS AND GROUNDS COMMITTEE AND MEDICAL AFFAIRS COMMITTEE (See Page 71 for adoption.) --Regent Johnson, Chairman of the Buildings and Grounds Committee, reported the following joint recommendations of the Buildings and Grounds Committee and the Medical Affairs Committee:

1. Medical Branch - Authorization for Preparation of Preliminary Plans for a Library. --In order that applications for Federal Funds may be filed for a Library at the Medical Branch, it is recommended that the Consulting Architects be authorized to proceed with the preparation of preliminary plans, outline specifications, and cost estimates for this building with the source of funds for payment of their fees to be the Moody Foundation grant received for this project.
2. Medical Branch - Authorization for Application for Hill-Burton Funds for Remodeling Certain Areas on Floors 1 and 2 of John Sealy Hospital and Equipment Therefor. --It is recommended that the Board ratify the filing of an application with the State Department of Health for Hill-Burton Funds in the amount of \$150,000 as matching funds for remodeling and equipment on Floors 1 and 2 of the John Sealy Hospital at the Medical Branch as outlined in the supporting material.
3. Medical Branch - Conveyance of University of Texas Land for Construction Site for 175-Bed Psychiatric Hospital to be Constructed by Sealy and Smith Foundation. --With reference to the conveyance of The University of Texas Land for a construction site for a 175-Bed Psychiatric Hospital to be constructed by The Sealy and Smith Foundation, it is recommended:
 - a. That in addition to Lots 11-14, inclusive, Block 667, City of Galveston, Texas, previously authorized to be conveyed to The Sealy and Smith Foundation, that all or parts of Lots 8, 9, and 10, Block 667, City of Galveston, Texas, be conveyed to The Sealy and Smith Foundation.
 - b. That the consideration to be paid for the land be further negotiated, and that when a price is agreed upon for the land it be submitted to the Board of Regents for approval.
 - c. That the conditions approved at the May 16, 1964 meeting of the Board of Regents for the conveyance of Lots 11, 12, 13 and 14, Block 667, shall also be a part of the conveyance of the interest of the University in Lots 8, 9 and 10, Block 667.

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- d. That the Chairman of the Board of Regents be authorized to execute a deed conveying Lots 8-14, inclusive, Block 667, City of Galveston, Texas, to The Sealy and Smith Foundation when the same has been approved as to content by the University Comptroller and as to legal form by the University Attorney and be further authorized to do any and all acts necessary to consummate the action.
4. M. D. Anderson Hospital and Tumor Institute - Authorization for Preparation of Preliminary Plans and Outline Specifications to Accompany Applications for Federal Funds for Additions of Sixth and Seventh Floors to Two Wings of Present Building and to Two Wings Now Under Construction. --In order that M. D. Anderson Hospital and Tumor Institute will have the needed space to participate in the National Cancer Program and in order that applications can be filed for funds from the various Federal agencies, it is recommended that authorization be given for Consulting Architects Brooks, Barr, Graeber, and White to prepare preliminary plans and outline specifications for the addition of the sixth and seventh floors to two wings of the present building at M. D. Anderson Hospital and Tumor Institute and to the two wings now under construction. The new additions will cover approximately 100,000 square feet at a total estimated construction cost of \$3,000,000. It is further recommended that \$30,000 be appropriated from funds in the University Cancer Foundation to cover the Consulting Architects' fees for these preliminary plans and outline specifications, with the understanding that at a later date other funds may be substituted to cover these Consulting Architects' fees.
5. Southwestern Medical School - Authorization for Preparation of Preliminary Plans for Library and Bio-Medical Information Center (Fred Florence Memorial). --In order to submit applications for further grants and/or gift funds, it is recommended that the Consulting Architects be authorized to prepare preliminary plans, outline specifications, and cost estimates for a Library and Bio-Medical Information Center (Fred Florence Memorial) at the Southwestern Medical School and that an appropriation of \$20,000 from Permanent University Fund bond proceeds to cover the Consulting Architects' fee be approved.
6. Southwestern Medical School - Authorization for Preparation of Preliminary Plans for Research Building for Basic Sciences. --In order to process applications for Federal grant funds, it is recommended that the Consulting Architects be authorized to prepare preliminary plans, outline specifications, and cost estimates for Research Building for Basic Sciences at the Southwestern Medical School and that an appropriation of \$20,000 from Permanent University Fund bond proceeds to cover the Consulting Architects' fees be approved.

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7. Southwestern Medical School - Authorization for Special Committee to Approve Specifications for Furniture and Furnishings for Skillern Student Union Building and to Award Contract(s). -- The Joint Committee recommends that a Special Committee consisting of Dean Gill, Comptroller Sparenberg, Chancellor Ransom, and Regent Johnson be appointed with authority to approve the specifications for furniture and furnishings for the Skillern Student Union Building at Southwestern Medical School when they have been completed and approved by the proper administrative officials. The Joint Committee also recommends that upon approval of the specifications by the Special Committee that Comptroller Sparenberg be authorized to advertise for bids and that the Special Committee be authorized to award the Contract or Contracts based upon these bids.
8. Dental Branch - Approval of Preliminary Plans for New Ramp for Receiving Area and Additional Basement Space for Dental Branch Building and Appointment of Associate Architect. -- The Joint Committee recommends that the preliminary plans and outline specifications for a New Ramp for the Research Area and Additional Basement Space for the Dental Branch Building be approved and that H. R. Winslett, Houston, Texas, be appointed as Associate Architect on the project subject to the Laws of the State of Texas.
9. Graduate School of Biomedical Sciences - Rental of Temporary Space. -- In order to permit space for laboratory and lecture facilities to be acquired and made ready for use for the fall semester at the Graduate School of Biomedical Sciences, it is recommended that the Board authorize the Business Manager to negotiate rental contracts for space for as much as may be necessary for a two-year period and authorize the Executive Committee to approve such contracts subject to the prior approval of the Dean of the Graduate School of Biomedical Sciences and the Comptroller of the University. It is understood that the leased space will be approximately 7,000 square feet, and that there is a grant available to pay for all of the rental of the space. It is further recommended that approximately \$9,000 remaining in the budget of the Graduate School of Biomedical Sciences for this fiscal year be approved for use in adapting the leased space to the uses of the School (See Page 42, Executive Committee report.).
10. Southwestern Medical School - Request for Easement for Utility Service to the Skillern Student Union Building. -- The Joint Committee recommends that a right-of-way easement to the Dallas Power and Light Company and the Southwestern Bell Telephone Company covering a 15 foot strip of land out of that certain 24.108 acre tract designated as Tract 4 in that certain deed from the Southwestern Medical Foundation to the State of Texas, dated February 12, 1951, recorded in Volume 3506, Page 9 of the Deed Records of Dallas County, Texas, be approved for the purpose of furnishing

electric transmission, distribution and communication facilities to the Skillern Student Union Building and that the Chairman of the Board be authorized to execute this easement when the same has been approved as to content by the University Comptroller and as to legal form by the University Attorney.

Completing the recommendations of the Joint Committee, Committee Chairman Johnson presented the following recommendations of the Buildings and Grounds Committee:

1. Main University - Ratification of Award of Contract for Floodlighting Freshman Field by Special Committee. -- The Special Committee that was appointed at the Regents' meeting on May 22, 1965, to consider bids and award a contract for Floodlighting Freshman Field at the Main University has awarded a contract to the low bidder, W. K. Jennings Electric Company, Inc., Austin, Texas, as follows:

Base Bid	\$29,226
Addition No. 1	<u>2,665</u>
 Total Contract Award	 <u>\$31,891</u>

It is recommended that the Board ratify the action of the Special Committee.

2. Main University: Approval of Final Working Drawings and Specifications on Biological Sciences Field Laboratory on Brackenridge Tract: Authorization to Advertise for Bids; Additional Appropriation, and Transfer of Original Appropriation. -- It is recommended that the final plans and specifications for the Biological Sciences Field Laboratory on Brackenridge Tract, which have been approved by the Main University Facilities Committee and Space Allocation Committee, Vice-Chancellor Hackerman, Comptroller Sparenberg and Chancellor Ransom, be approved with authorization to Comptroller Sparenberg to advertise for bids to be presented to the Board for approval at a later meeting. It is further recommended that an additional \$100,000 be appropriated for this project from Proceeds of Permanent University Fund Bonds and that the original appropriation of \$92,000 for the project from Available University Fund be changed to come from Proceeds of Permanent University Fund Bonds.
3. Texas Western College: Authorization to Accept Bid for Sale of House (Present President's Home) on Donnybrook Road. -- The Buildings and Grounds Committee recommends that the offer of Doctor Dan McDonald to purchase the present President's home at Texas Western College on Donnybrook Road, El Paso, Texas, for a net price of \$42,000 be approved with authority to the Chairman of the Board to execute the necessary papers in the consummation of this sale.

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4. Texas Western College: Request for Highway Right-of-Way Easement in Connection With Interstate Highway No. 10.

--It is recommended that the Board of Regents grant the request of the Texas Highway Department for a highway right-of-way easement on three parcels of land west of the Texas Western College campus to be used in the construction of Interstate Highway No. 10, the same being 36,106 square feet of land and 32 square feet of land out of Survey 202, El Paso County, Texas, and being the same land conveyed to the Board of Regents of The University of Texas by the City of El Paso by deeds dated October 15, 1936 and February 8, 1938; and 950 square feet of land out of Lot 29, Block 17, Mundy Heights Addition to the City of El Paso, Texas, and being a part of the property described in the deed from E. E. Neff to the Board of Regents of The University of Texas, dated January 4, 1952; the consideration to be paid by the Texas Highway Department will be \$7,300, the appraised value of the three tracts. It is further recommended that the Chairman of the Board of Regents be authorized to execute an appropriate instrument granting this easement when same has been approved as to content by the University Comptroller and as to legal form by the University Attorney.

5. Arlington State College - Authority to Purchase Property (Real Estate).

--The Buildings and Grounds Committee received from President Woolf through Chancellor Ransom a progress report on a land purchase program at Arlington State College that has been going on since 1958. As of the date of the transfer of Arlington State College to The University of Texas System, there are still 9 tracts of land to be purchased under previous authorization of the A & M Board of Directors and funds are available to accomplish most of this.

President Woolf reported that the specific procedure previously in effect is as follows:

"Mr. B. C. Barnes, Director of Business and Finance for Arlington State College, has been designated as the agent of the governing board to negotiate the price and conclude the purchase of land in accordance with specified procedure. The governing board has authorized the purchase of specific tracts of land. Mr. Barnes has been instructed to secure the services of qualified real estate appraisers and to pay for the services of the appraisers in accordance with the recommended fees for real estate appraisal as published by the Real Estate Board. Mr. Barnes has been authorized to enter into sales contracts with the land owners for purchase prices which may vary from the appraised price but no more than ten percent. The owner is paid, of course, only when the title has been cleared by the System attorney and the Attorney General. Out of the funds appropriated for the purchase of land we have been authorized to pay all

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necessary expenses of purchase. Upon the request of the President of Arlington State College the Chancellor has been authorized to request the Attorney General's Office to institute condemnation proceedings when it is evident that reasonable agreements cannot be had with the owners. The College has also been authorized to dispose of the improvements on the property by bid and to apply the receipts of the sale of the improvements to the appropriation for land purchase."

It is recommended that the existing authorization be affirmed by the Board of Regents until the presently authorized tracts have all been finished and that the same procedures be affirmed with the following exception: In regard to condemnation proceedings, the Board of Regents, upon the request of the President of Arlington State College, could authorize Central Administration to request the Attorney General's Office to institute condemnation proceedings when it is evident that reasonable agreements cannot be had with the owners. In accordance with the practice followed at Main University and the Medical Branch, Real Estate firms chosen by Mr. Barnes as appraisers and/or negotiators and the terms of their employment, should be approved by the President of Arlington State College, Central Administration, and the Board of Regents.

6. Arlington State College - Proposed Additions to Engineering Technology Building and Preston Hall. -- The proposed additions to the Engineering Technology Building and Preston Hall at Arlington State College were postponed for consideration until the next meeting.
7. Arlington State College - Proposed Repairs and Rehabilitation of Administration Building and Preston Hall. -- The Buildings and Grounds Committee recommends that Herman Blum Consulting Engineers, Dallas, Texas, be appointed as Engineers for the "repair and remodel of the Administration Building" effective September 1, 1965, and for "repair and remodel of Preston Hall" at Arlington State College, effective September 1, 1966.
8. Arlington State College - Proposed Repairs and Rehabilitation of Old Gymnasium. -- It is recommended that the Consulting Architects Brooks, Barr, Graeber, and White be authorized to start to work immediately on the preliminary plans, outline specifications, and cost estimates for the repairs and rehabilitation of the Old Gymnasium at Arlington State College.
9. Arlington State College - Proposed Increase of \$75,000 in Total Estimated Cost of New Mathematics - Language Building. -- The Buildings and Grounds Committee also recommends that the total estimated cost of the new Mathematics - Language Building at Arlington State College be increased from \$1,350,000

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to \$1,425,000 with the proposed sources of funds to be changed as follows: Increase the proposed Federal Grant from \$450,000 to \$475,000, increase the proposed amount from the Skiles Act Bond Proceeds from \$900,000 to \$925,000, and utilize \$25,000 already appropriated by the A&M Board of Directors for preliminary plans and other expenses.

10. Main University - Relocation of New Dormitory - Academic Complex *. --In connection with the planning of the New Dormitory - Academic Complex, it is recommended that a change be made in the proposed location of the New Dormitory - Academic Complex so that it will be closer to the center of the Main Campus. After discussion of the matter, the Buildings and Grounds Committee concurred in this recommendation, and recommends to the Board that this building be located in the northwest corner of the intramural playfield, near the intersection of Speedway and 21st Street, in accordance with the recommendation of the Consulting Architects.

Adoption of Report. --Regent Johnson moved that the foregoing recommendations be adopted; Regent Brennan seconded the motion which was unanimously adopted.

* This has been previously referred to as New Dormitory Complex. Until such time as the name has been decided upon, the Secretary will refer to it as the New Dormitory - Academic Complex.

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REPORT OF LAND AND INVESTMENT COMMITTEE.-- Committee
Chairman Erwin reported the following committee actions which are
subject to approval by the Board:

Land and Investment Committee Meeting
July 16, 1965

I. Permanent University Fund

A. Investment Matters

1. Report of Purchases, Sales and Calls of Securities:

The report of purchases, sales and calls of securities
was approved as follows:

PURCHASE OF SECURITIES

CORPORATE BONDS

Date of Purchase	Security	Par Value of Bonds Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield on Cost**
6/1/65	Pacific Telephone & Telegraph Co. 4-5/8% Debentures, dated 5/1/65, due 5/1/2000	\$ 500,000	100.625 Net	\$ 503,125.00	4.59%
6/23/65	New Jersey Bell Telephone Co. 4-5/8% Debentures, dated 6/1/65, due 6/1/2005	500,000	101.375 Net	506,875.00	4.55
	Total Corporate Bonds Purchased	<u>\$1,000,000</u>		<u>1,010,000.00</u>	<u>4.57</u>

COMMON STOCKS

Date of Purchase	Security	No. of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield on Cost**
5/3/65	Dow Chemical Co. Common Stock	400	75-3/8(300) 75-1/8(100)	30,311.13	2.38
5/3/65	Smith Kline and French Laboratories, Inc. Common Stock	300	82-7/8(200) 82-1/2(100)	24,966.83	1.92
5/3/65	Standard Oil Co. of California Common Stock	300	69-7/8(200) 69-5/8(100)	21,075.44	3.13
5/4/65	Borden Co. Capital Stock	300	90-1/4	27,219.09	2.45

* Includes brokerage commissions paid.

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

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COMMON STOCKS (Continued)

Date of Purchase	Security	No. of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield on Cost**
5/4/65	Florida Power & Light Co. Common Stock	400	75-1/8	30,236.04	1.85
5/4/65	Insurance Co. of North America Capital Stock	100	96-1/8	9,661.11	2.07
5/5/65	General American Transportation Corp. Common Stock	300	78-7/8(100) 78-1/2(100) 78 (100)	23,678.04	3.42
5/5/65	General Telephone & Electronics Corp. Common Stock	600	40-1/8(400) 40 (200)	24,284.24	2.47
5/6/65	Armco Steel Corp. Common Stock	400	68-1/2(300) 68-3/8(100)	27,570.89	4.35
5/7 & 10/65	Consumers Power Co. Common Stock	400	59-7/8(200) 59-3/4(200)	24,104.94	2.99
5/11/65	Bank of America National Trust & Savings Association Common Capital Stock	200	58.55 Net	11,710.00	3.42
5/11/65	Chemical Bank New York Trust Co. Capital Stock	200	57.49 Net	11,498.00	3.65
5/11/65	First National City Bank (New York) Capital Stock	200	57.94 Net \$	11,588.00	2.76%
5/11/65	Connecticut General Life Insurance Co. Capital Stock	50	147-1/2 Net	7,375.00	0.74
5/11/65	Lincoln National Life Insurance Co. Capital Stock	100	83-1/4 Net	8,325.00	0.77
5/11/65	United States Fidelity and Guaranty Co. Capital Stock	100	66 Net	6,600.00	2.12
5/12/65	E. I. du Pont de Nemours & Co. Common Stock	100	247-3/4	24,838.78	2.11
5/12/65	General Electric Co. Common Stock	200	105-7/8	21,274.18	2.07
5/12/65	Oklahoma Gas & Electric Co. Common Stock	800	30-3/8(200) 30-1/4(300) 30-1/8(200) 30 (100)	24,447.89	2.75
5/13/65	Commercial Credit Co. Common Stock	600	41 (300) 40-7/8(300)	24,799.32	4.35
5/13/65	Corn Products Co. Common Stock	400	55-1/2	22,378.20	2.68
5/13/65	Otis Elevator Co. Common Stock	500	50-7/8	25,657.95	3.70

*Includes brokerage commissions paid.

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

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COMMON STOCKS (Continued)

Date of Purchase	Security	No. of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield on Cost**
5/14/65	Cleveland Electric Illuminating Co. Common Stock	600	40-3/4(400) 40-5/8(200)	24,661.14	2.92
5/14/65	Continental Oil Co. Common Stock	400	72-5/8	29,235.04	3.28
5/14/65	Virginia Electric & Power Co. Common Stock	500	49-3/4(300) 49-5/8(200)	25,069.26	2.39
5/17/65	Atchison, Topeka & Santa Fe Railway Co. Common Capital Stock	700	32-5/8	23,084.67	4.85
5/17/65	Federated Department Stores, Inc. Common Stock	300	76-1/4	23,014.89	1.96
5/17/65	Ingersoll-Rand Co. Common Stock	500	49	24,717.50	4.05
5/18/65	Addressograph-Multigraph Corp. Common Stock	500	52 (200) 51-3/4(300)	26,145.94	2.68
5/18/65	Eastman Kodak Co. Common Stock	100	163-3/4	16,430.38	1.95
5/18/65	United States Steel Corp. Common Capital Stock	500	51-1/2	25,970.75	3.85
5/20/65	Central and South West Corp. Common Stock	400	52-1/4(200) 50-3/4(200)	20,776.62	2.66
5/20/65	Coca-Cola Co. Common Stock	300	84-3/4(100) 84-5/8(200)	25,542.40	2.00
5/20/65	Gulf Oil Corp. Capital Stock	500	58-3/8(300) 58-1/8(200)	29,361.62	3.07
5/25/65	Gulf States Utilities Co. Common Stock	500	53-1/4(200) \$ 53 (300)	26,771.56	2.61%
5/25/65	Public Service Co. of Indiana, Inc. Common Stock	500	49	24,717.50	3.24
5/27 & 28/65	Allied Chemical Corp. Common Stock	500	52-1/4(100) 52 (100) 51-5/8(100) 51-3/4(100) 51-1/2(100)	26,133.42	3.64
5/27 & 28/65	American Home Products Corp. Capital Stock	400	68-7/8(100) 69-1/8(100) 68-3/4(200)	27,733.56	2.74
6/1/65	Continental Illinois National Bank & Trust Co. of Chicago Common Capital Stock	200	40 Net	8,000.00	3.00
6/1/65	First National Bank of Chicago Common Stock	200	57 Net	11,400.00	3.16
6/1/65	Security First National Bank (Los Angeles) Common Stock	300	46-7/8 Net	14,062.50	2.73

*Includes brokerage commissions paid.

**Yield at present indicated dividend rates.

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COMMON STOCKS (Continued)

Date of Purchase	Security	No. of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield on Cost**
6/1/65	St. Paul Fire & Marine Insurance Co. Capital Stock	100	66-1/2 Net	6,650.00	2.23
6/1/65	Travelers Insurance Co. Capital Stock	200	40 Net	8,000.00	1.25
6/1/65	Continental Can Co. Inc. Common Stock	500	53	26,721.50	3.74
6/1/65	Potomac Electric Power Co. Common Stock	1,000	23-1/8	23,426.30	3.41
6/2/65	Kennecott Copper Corp. Capital Stock	200	111	22,300.20	4.48
6/2/65	United States Gypsum Co. Common Stock	400	75	30,186.00	4.24
6/2/65	Utah Power & Light Co. Common Stock	600	41-7/8(200) 41-3/4(400)	25,314.40	3.41
6/3/65	General Foods Corp. Common Stock	300	82-1/2(100) 82-1/4(100) 82 (100)	24,816.68	2.42
6/3/65	International Paper Co. Common Stock	700	33-1/4(200) 32-7/8(500)	23,335.96	3.60
6/3/65	Texaco Inc. Capital Stock	300	77-1/4(100) 77 (200)	23,265.13	2.97
6/4/65	Goodyear Tire & Rubber Co. Common Stock	400	51-7/8	20,926.76	2.20
6/4/65	McGraw-Edison Co. Common Stock	700	32 (300) 31-1/2(400)	22,444.00	3.12
6/4/65	Union Carbide Corp. Capital Stock	200	128-1/4	25,753.66	3.11%
6/6/65	E. I. du Pont de Nemours & Co. Common Stock	100	246	24,663.60	2.13
6/8/65	Merck & Co., Inc. Common Stock	400	52-5/8	21,227.04	1.88
6/8/65	Southern California Edison Co. Common Stock	700	39-5/8	28,009.17	3.00
6/9/65	Armstrong Cork Co. Common Stock	300	70	21,138.00	1.77
6/9/65	Minnesota Mining & Manufacturing Co. Common Stock	400	58-5/8	23,629.44	1.86
6/9/65	J. C. Penney Co., Inc. Common Stock	400	70-1/4	28,284.12	2.44
6/9/65	Chase Manhattan Bank (New York) Capital Stock	200	63-3/8 Net	12,675.00	3.16

*Includes brokerage commissions paid.

**Yield at present indicated dividend rates.

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COMMON STOCKS (Continued)

Date of Purchase	Security	No. of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield on Cost**
6/9/65	Republic National Bank of Dallas Common Capital Stock	200	51-1/2 Net	\$ 10,300.00	3.73
6/10/65	Public Service Co. of Colorado Common Stock	800	30-3/8	24,573.52	2.73
6/10/65	Republic Steel Corp. Common Stock	500	41-3/8	20,885.95	4.79
6/11/65	Commonwealth Edison Co. Common Stock	400	54-5/8	22,027.84	3.27
6/11/65	National Dairy Products Corp. Common Stock	300	91-3/8(200) 90-7/8(100)	27,506.87	2.84
6/11/65	Shell Oil Co. Common Stock	400	58-1/4	23,479.32	2.90
6/11/65	Bank of America National Trust & Savings Association Common Capital Stock	100	55-7/8 Net	5,587.50	3.58
6/11/65	Bankers Trust Co. (New York) Capital Stock	100	63-1/2 Net	6,350.00	3.46
6/15/65	C. I. T. Financial Corp. Common Stock	700	34-1/8(300) 34 (200) 33-7/8(200)	24,064.56	4.65
6/15/65	R. J. Reynolds Tobacco Co. Common Stock	700	40-3/8(600) 40-1/4(100)	28,524.27	4.42
6/16/65	Carolina Power & Light Co. Common Stock	600	42-1/2	25,741.50	2.70
6/16/65	Houston Lighting & Power Co. Common Stock	400	53	21,377.20	1.57
6/16/65	Norfolk & Western Railway Co. Common Stock	200	126-3/4	25,453.36	4.71
6/17/65	American Electric Power Co., Inc. Common Stock	500	42-1/2	\$ 21,451.25	2.89%
6/17/65	Caterpillar Tractor Co. Common Stock	500	44-5/8	22,519.05	2.22
6/17/65	National Cash Register Co. Common Stock	300	87	26,243.10	1.37
6/18/65	American Telephone & Telegraph Co. Capital Stock	400	68-7/8	27,733.56	2.88
6/18/65	General Electric Co. Common Stock	300	98-1/8	29,583.93	2.23
6/18/65	United States Steel Corp. Common Capital Stock	500	49-3/8	24,905.95	4.02
6/21/65	Continental Casualty Co. Common Stock	100	58-1/2 Net	5,850.00	2.56

*Includes brokerage commissions paid.

**Yield at present indicated dividend rates.

COMMON STOCKS (Continued)

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Date of Purchase	Security	No. of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield on Cost**
6/21/65	Aetna Life Insurance Co. Capital Stock	200	64-1/2 Net (XD)	12,900.00	1.24
	Total Common Stocks Purchased	<u>31,150</u>		<u>1,756,254.51</u>	<u>2.95</u>
	TOTAL CORPORATE SECURITIES PURCHASED			<u>\$2,766,254.51</u>	<u>3.54%</u>

*Included brokerage commissions paid.

**Yield at present indicated dividend rates.

SALES OF CORPORATE SECURITIES

Date Sold	Security	Net Sales Proceeds#
5/3/65	5/20ths fractional interest of share of United States Fidelity and Guaranty Co. Capital Stock received in 5% stock dividend	\$ 17.13
5/4/65	6/14ths fractional interest of share of First City National Bank of Houston Common Capital Stock received in 7.14% stock dividend	21.00
5/10/65	74/100ths fractional interest of share of Dow Chemical Co. Common Stock received in 2% stock dividend	60.40
5/17/65	30/50ths fractional interest of share of Oklahoma Gas and Electric Co. Common Stock received in 2% stock dividend	19.20
6/22/65	10,764 rights to subscribe for First National City Bank of New York 4% Convertible Capital Notes, dated 6/28/65, due 7/1/90, 10 rights and \$100 being needed to subscribe for each \$100 principal amount of notes	3,659.76

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

CALLS OF CORPORATE SECURITIES

Date Called	Security	Total Principal Proceeds
5/26/65	\$47,000 par value Alabama Power Co. First Mortgage Bonds, 5% Series, dated 4/1/60, due 4/1/90, called at 100.29% plus accrued interest (Gain on call over book value \$15.14) (\$107,000 par value of \$154,000 holding not called)	\$47,136.30
6/1/65	\$29,000 par value Phillip Morris Incorporated 4-7/8% Sinking Fund Debentures, dated 6/1/59, due 6/1/79, called at 100% plus accrued interest (Gain on call over book value \$204.02) (\$471,000 par value of \$500,000 holding not called)	29,000.00
6/1/65	\$20,000 par value Consolidated Natural Gas Co. 4-7/8% Debentures, dated 6/1/57, due 6/1/82, called at 100.87% plus accrued interest (Gain on call over book value \$26.07) (\$441,000 par value of \$461,000 holding not called)	20,174.00
6/1/65	\$19,000 par value Southern Railway Co. First and General Mortgage 4-5/8% Bonds, Series A, dated 6/1/63, due 6/1/88, called at 100.55% plus accrued interest (Gain on call over book value \$104.50) (\$981,000 par value of \$1,000,000 holding not called)	19,104.50

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2. Permanent University Fund Investment Program--
Proposed Successor To Investment Advisory
Committee Member Whose Term Expires August 31,
1965: Mr. Raymond R. Todd, Vice-President and
Trust Officer of the Capital National Bank, Austin,
Texas, was appointed a member of the Investment
Advisory Committee to serve from September 1, 1965
through August 31, 1969. He succeeds Mr. Charles
E. Brown whose term expires August 31, 1965.

3. Permanent University Fund Investment Program--
Recommended Changes In Industry Percentage
Allocations For Common Stocks in "Policies Governing
Permanent University Fund of The University of Texas
Investment Program: With respect to the Industry
Percentage Allocations for common stocks in "Policies
Governing Permanent University Fund of The University
of Texas Investment Program," in Group III the allo-
cation to "Steel and Iron" was reduced from 5% to 4%,
the allocation to "Auto and Auto Parts" was increased
from 2.5% to 3.0%, and the allocation to "Machinery
and Equipment" was increased from 2.0% to 2.5%.
These changes amend "Policies Governing Permanent
University Fund of The University of Texas Invest-
ment Program" on Page 9, Section V. A., Group III.

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B. Land Matters

1. Leases and Easements: Leases, easements and material source permits were approved as follows:

No.	Grantee	Type of Permit	County	Location	Distance or Area	Period	Consideration
2023	Southern Union Gas Company	Surface Lease (Cathodic Protection Unit)	Ward	Block 17	30' x 600'	4/1/65 - 3/31/75	\$ 50.00
2024	Phillips Petroleum Company	Pipe Line	Andrews	Blocks 10 & 14	466.2 rods 3½"	4/1/65 - 3/31/75	233.10
2025	Cap Rock Electric Cooperative, Inc.	Power Line	Reagan	Block 10	171 rods	5/1/65 - 4/30/75	85.50
2026	Gulf Oil Corporation (renewal of 718)	Pipe Line	Crane	Blocks 30 & 31	2,749 rods 8"	6/1/65 - 5/31/75	2,749.00
2027	West Texas Utilities Company (renewal of 729)	Power Line	Crane	Blocks 30 & 31	1,725.6 rods	6/1/65 - 5/31/75	862.80
2028	El Paso Natural Gas Company	Pipe Line	Reagan	Block 58	3.03 rods 4½"	6/1/65 - 5/31/75	50.00 (Min.)
2029	Texas Electric Service Company	Power Line	Andrews	Blocks 4, 9 & 13	131.27 rods	6/1/65 - 5/31/75	65.64
2030	Walter L. Carter	Surface Lease (residence site)	Crane	Block 30	1 acre	7/1/65 - 6/30/66	50.00*
2031	Phillips Pipe Line Company (renewal of 830)	Pipe Line	Andrews	Block 10	181.6 rods 4½"	7/1/65 - 6/30/75	90.80
2032	Phillips Pipe Line Company (renewal of 833)	Pipe Line	Andrews	Block 10	105.6 rods 4½"	8/1/65 - 7/31/75	52.80
2033	T. E. McLain	Surface Lease (ingress & egress)	Ward	Block 16	16.5' x 500'	7/1/65 - 6/30/66	200.00*

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PERMANENT UNIVERSITY FUND - LAND MATTERS - Continued

LEASES AND EASEMENTS - Continued:

No.	Grantee	Type of Permit	County	Location	Distance or Area	Period	Consideration
2034	Dorchester Gas Producing Company (renewal of 728)	Pipe Line	Reagan	Blocks 2 & 9	102 rods 2" 151 rods 3" 477 rods 4"	7/1/65 - 6/30/75	\$ 365.00
2035	Allied Chemical Corporation (renewal of 727)	Pipe Line	Upton	Blocks 3 & 58	848.48 rods 4"	8/1/65 - 7/31/75	424.24
2036	Allied Chemical Corporation (renewal of 737)	Pipe Line	Upton	Blocks 3 & 58	1,848.48 rods 8" and 10"	8/1/65 - 7/31/75	1,848.48
2037	R. S. Meroney (renewal of 739)	Surface Lease (business site)	Reagan	Block 11	200' x 200'	8/1/65 - 7/31/66	150.00*
2038	Estes Construction Company (renewal of 734)	Surface Lease (business site)	Reagan	Block 11	200' x 200'	8/1/65 - 7/31/66	150.00*
2039	Ward County	County Road Right-of-Way	Ward	Block 16	100 feet wide x 352.53 rods long	For so long as used for road purposes. To provide access to Border Patrol Station in place of road to be released by U. S. Government across part of Pyote Air Force Base property.	No cash consideration
2040	The Atlantic Refining Company	Surface Lease (salt water disposal)	Andrews	Block 9	5 acres approximately	7/1/65 - 6/30/75	500.00

MATERIAL SOURCE PERMITS

287	H.E.R. Construction Co., Inc.		Andrews	Block 11	1,182 cubic yards		295.50
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PERMANENT UNIVERSITY FUND - LAND MATTERS - Continued

WATER CONTRACTS

No.	Grantee	County	Location	Acreage	Consideration	Period
110	Northern Natural Gas Company	Pecos	Block 19	2.066 acres	\$0.10 per 1,000 gallons of water. Minimum of \$200 per year; plus rental of \$50 per year.	8/1/65 - 7/31/73 (Terminating with Surface Lease 1788)

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2. Surface Lease No. 2041--Texas Highway Department--Proposed Roadside Park, Pecos County: With respect to proposed Surface Lease No. 2041 with the Texas Highway Department regarding a proposed roadside park in Pecos County, Texas, the Highway Commission has indicated that it does not wish to be responsible for taking over and preserving the dinosaur tracks in the proposed roadside park. If the county or some other interested group wishes to pursue the project, the University will insist on retaining the right to terminate the lease after due notice to the lessee.
3. Grazing Lease No. 943--David M., Andrew P., and Frank H. Smith, Reagan and Crockett Counties--Assignment of Interest of Frank H. Smith to David M. and Andrew P. Smith: With respect to Grazing Lease No. 943 in Reagan and Crockett Counties, the assignment of the interest of Frank H. Smith to David M. Smith and Andrew P. Smith was approved. The University has received a bonus of \$3,080 in consideration of its approval of the assignment.
4. Salvage of Material at Former Pyote Air Force Base, Ward County: At the former Pyote Air Force Base in Ward County, there are approximately 140 tons of steel rail, four Weir switches, and 3000 cross ties which can be salvaged from a railroad spur built by the Federal Government when the base was in operation. It is estimated that this material can be sold for \$5000 to \$6000. Mr. Billy Carr, University Land Agent, is authorized and directed to advertise for bids on the material and sell it to the highest bidder upon the approval of the Endowment Officer and the Vice-Chancellor (Fiscal Affairs). The right to reject all bids will be reserved.
5. Proposed Procedure For Arrangement With Texas Highway Department For Road Building Material From University Lands: Mr. Billy Carr, the University Land Agent, shall have continuing authority to sell to the Texas Highway Department road material from University Lands at the going rate paid by the Highway Department in the particular area. Under this arrangement, the District Highway Engineer will communicate with the University Land Agent and make appropriate arrangements for the material source, the rate to be paid, and the approximate amount of material to be used. The Land Agent will be authorized to allow the material to be taken upon assurance from the District Engineer that it will be paid for, upon completion of removing the material, at the established rate. When the project is completed, the University's standard material source permit form will be completed by the Highway Department and submitted to the University, preferably with a check for the amount due, or with

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the check to be forwarded soon thereafter. This will be reported in the next succeeding docket. The Highway Districts involved in such a plan will be Nos. 5, 6, 7 and 24. The University Land Agent will, of course, get the best price he can for the material, and he shall designate the site from which the material is removed. The Land Agent is authorized to negotiate along the same lines with contractors of the Highway Department when they need additional yardage above that approved for the Highway Department out of the same pit to complete a State Highway project. This arrangement will in no way affect the standard price of the University to others of \$.25 per cubic yard.

6. Assignment of Easements Nos. 574, 1130, and 1159, From Continental Oil Company to J. M. Simpson; Assignment of Easement No. 1159 from J. M. Simpson to Cardinal Chemical, Incorporated; Amendment of Easement No. 574, To Allow Sale of Brine (Mineral Lease No. 4); Cancellation of Easement No. 1159; and Authorization For New Surface Lease No. 2042 (Business Site) With Cardinal Chemical, Incorporated: Continental Oil Company is granted permission to assign Easement No. 574, Pipe Line Easement No. 1130, and Business Site Easement No. 1159, all in Reagan County, to J. M. Simpson. Assignment fees of \$75 have been received. Following such assignment, effective June 30, 1965 Easement No. 574 is amended to allow the lessee to produce and sell brine from the premises with royalty of 2¢ per barrel or 12 1/2% of sales price, whichever is the greater, to the University. This agreement will carry no fresh water rights, and as it relates to brine will be carried as Mineral Lease No. 4. J. M. Simpson is granted permission to assign Easement No. 1159 to Cardinal Chemical, Incorporated. Assignment fee of \$25 has been received. Following the latter assignment, Business Site Easement No. 1159 is cancelled as of July 31, 1965, and a new Business Site Surface Lease No. 2042 is granted to Cardinal Chemical, Incorporated, covering the same premises as Easement No. 1159. New Lease No. 2042 is effective August 1, 1965 for one year from date at rental of \$750 per year payable in advance and with option whereby Cardinal may renew from year to year up to 10 years.
7. Building in Midland For University Lands Staff: Pursuant to Legislative authorization, it was determined that an office building will be acquired in Midland through either construction or purchase to house the University's West Texas Lands staff. The Vice-Chancellor (Fiscal Affairs) and his staff were directed to investigate the situation and make a recommendation to the Buildings and Grounds Committee regarding the purchase of a specific building or the construction of a building on a specific site, along with the space requirements for such building.

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8. Lease of Portion of Former Pyote Air Force Base To Texas Youth Council: At the present time a lease contract with the Texas Youth Council is being negotiated for a portion of former Pyote Air Force Base. The lease draft will be submitted to the Executive Committee for approval. The General Services Administration has set August 31, 1965, as a deadline for the University to purchase the improvements on the land in question, but the purchase is not to be made until the lease with the Texas Youth Council has been signed by all parties.
9. The following item was referred to the Committee of the Whole: Grazing Lease Policies--West Texas Lands.

II. Trust and Special Funds

A. Investment Matters

1. Report of Purchases, Sales and Calls of Securities:
The report of purchases, sales and calls of securities was approved as follows:

PURCHASES OF SECURITIES

Date of Purchase	Security	Principal Cost
4/30/65	\$50,000 maturity value U. S. Treasury Bills, dated 2/25/65, due 8/26/65, to yield 3.92% to maturity at a dollar price of 98.76956 Net (College of Engineering - Engineering Foundation - Various Donors - Unallotted)	\$ 49,384.78
	\$36,000 maturity value U. S. Treasury Bills, dated 4/15/65, due 10/14/65, to yield 3.94% to maturity at a dollar price of 98.227 Net (James E. Anderson Chair of Nuclear Medicine - M. D. Anderson Hospital and Tumor Institute)	35,361.72
	\$3,000 maturity value Ditto (Mrs. Leland C. Barbee Memorial Fund - Temporary - M. D. Anderson Hospital and Tumor Institute)	2,946.81
5/18/65	\$23,000 par value Northern Indiana Public Service Co. First Mortgage Bonds, Series N 4-5/8%, dated 5/15/65, due 5/15/95, at 102.046 Net to yield 4.50% to maturity (The J. V. and H. A. Stiles Foundation)	23,470.58
5/24/65	\$8,500 par value Austin National Bank 4% Time Certificate of Deposit, dated 5/24/65, due 5/24/66, at par (Dr. and Mrs. Proctor W. Day - Gift for New Band Hall - Temporary)	8,500.00
5/27/65	\$49,000 par value U. S. 4% Treasury Bonds, dated 1/23/59, due 2/15/80, at 98 Net to yield 4.18% to maturity (Dormitory Revenue Bonds, Series 1954 - Main University)	48,020.00
	\$110,000 par value Ditto (Dormitory Revenue Bonds, Series 1956 - Main University)	107,800.00

SALES OF SECURITIES

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Date Sold	Security	Principal Proceeds
5/27/65	\$99,000 par value Ditto (Student Union Revenue Bonds, Series 1958 - Main University)	\$ 97,020.00
	\$7,000 par value Ditto (Hospital Refunding Bonds, dated 1/1/51 - Main University)	6,860.00
	\$40,000 par value Ditto (Dormitory Revenue Bonds, Series 1955 - Medical Branch)	39,200.00
	\$32,000 par value Ditto (Student Union Revenue Bonds, Series 1957 - Texas Western College - Bond and Interest Sinking Fund)	31,360.00
	\$5,000 par value Ditto (Student Union Revenue Bonds, Series 1957 - Texas Western College - Maintenance and Equipment Fund)	4,900.00
	\$17,000 par value Ditto (Student Housing Revenue Bonds of 1961 - Texas Western College)	16,660.00
6/11/65	\$50,000 maturity value U. S. Treasury Bills, dated 5/31/65, due 5/31/66, to yield 3.91% to maturity at a dollar price of 96.19862 (Charlotte Warmoth Fund - Temporary - Medical Branch)	48,099.31
4/30/65	50 Shares Tyler Pipe & Foundry Co. Common Stock, at 11-3/4 (College of Business Administration Foundation - Various Donors - Unallotted)	576.34
5/7/65	25 Shares Tennessee Gas Transmission Co. Common Stock, at 23-5/8 (College of Business Administration Foundation - Various Donors - Unallotted)	578.46
5/10/65	2/100ths fractional interest in share of The Dow Chemical Co. Common Stock received in 2% stock dividend (Funds Grouped for Investment)	1.63#
	24/100ths fractional interest Ditto (Hogg Foundation: W. C. Hogg Estate Fund)	19.59#
	24/100ths fractional interest Ditto (Will C. Hogg Memorial Scholarships Fund)	19.59#
	24/100ths fractional interest Ditto (Wilbur S. Davidson Educational Fund)	19.59#
5/19/65	11 Shares Republic National Bank of Dallas Common Capital Stock at 54-1/4 Net less taxes (College of Business Administration Foundation - J. Anderson Fitzgerald Special Scholarship Fund)	596.44
6/4/65	100 Shares Reeves Brothers, Inc. Common Stock, at 26-1/8 (Amon G. Carter Lectureship - Arts and Letters Program)	2,575.34
6/22/65	440 Rights to subscribe for First National City Bank of New York 4% Convertible Capital Notes at 34¢ net per right (Funds Grouped for Investment)	149.60#

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Date of Purchase	Security	Principal Cost
6/22/65	1464 Rights (Hogg Foundation: W. C. Hogg Estate Fund) Ditto	497.76#
	660 Rights (Hogg Foundation: Varner Properties) Ditto	224.40#
	112 Rights (The William Orville Bullington Memorial Fund - Medical Branch) Ditto	38.08#

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

CALLS OF SECURITIES

Date Called	Security	Total Principal Proceeds
6/1/65	\$2,000 par value Philip Morris Incorporated 4-7/8% Sinking Fund Debentures, dated 6/1/59, due 6/1/79, called at 100% plus accrued interest (Gain on call over book value \$14.06) (\$48,000 par value of \$50,000 holding not called) (Hogg Foundation: W. C. Hogg Estate Fund)	\$2,000.00
	\$1,000 par value Ditto (Gain on call over book value \$0.88) (\$24,000 par value of \$25,000 holding not called) (University Cancer Foundation - M. D. Anderson Hospital and Tumor Institute)	1,000.00

2. Funds Grouped For Investment--Recommendations Re Withdrawals and Additions. The recommended withdrawals and additions from and to Funds Grouped For Investment were approved as follows:

Cash Withdrawals (as of June 1, 1965):

Frederick Eby Research Prize in Humanistic Studies in Education (Main University)	\$ 52.20*
Carolyn G. and George M. Knebel Fund (Geology Foundation) (Main University)	25,438.59**
Total Withdrawals from Funds Grouped on June 1, 1965	<u>\$25,490.79</u>

* (23 Units withdrawn x \$2.269478597 - market unit value as of 5/31/65. Book value of units withdrawn - \$49.45 $\frac{23}{786} \times \$2.14983457$, requiring that \$2.75 be taken from the "Reserve for Profit and Losses on Sales of Investments" in order to withdraw cash in the total amount required of \$52.20. A total of 763 units remained in Funds Grouped For Investment for the Eby Fund, the book value remaining being \$1,640.32. The cash withdrawn will make possible the \$50 prize award for 1964-65 made at the May 29, 1965 Commencement.)

** (11,209 Units withdrawn x \$2.269478597 - market unit value as of 5/31/65. Book value of units withdrawn - \$20,995.16 $\frac{11,209}{11,209} \times \1.873062717 , requiring that \$4,443.43 be taken from the "Reserve for Profit and Losses on Sales of Investments" in order to withdraw cash in the total amount required of \$25,438.59. Withdrawal of the entire Knebel Fund made at the request of the Chairman of the Geology Department.)

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

E. Bagby Atwood Memorial Graduate Scholarship in English (\$6,246.65 already in Grouped)	\$ 54.10
Millian Barkley Scholarship Fund (\$5,178.76 already in Grouped)	45.21
The Accounting Education Fund (College of Business Administration Foundation) (\$35,281.55 already in Grouped)	495.00
J. Anderson Fitzgerald Special Scholarship Fund (College of Business Administration Foundation) (\$4,553.50 already in Grouped)	696.44
Morgan and Hamah Smith Callaway Fund (\$16,785.39 already in Grouped)	167.82
Amon G. Carter Lectureship - Arts and Letters Program (Fund being transferred)	2,575.34
Common stock on hand 5/31/65 transferred at market close 5/28/65 - last business day of quarter	
100 Shares Gulf Oil Corporation Capital Stock at 56-3/8 (Sub-total - additions for Carter Lectureship)	5,637.50 (8,212.84)
Emma Dallenbach Clark Fellowship in Psychology (\$19,405.18 already in Grouped)	201.01
Dr. and Mrs. C. L. Cline - Professorship in English (\$2,035.64 already in Grouped)	16.44
Roy Crane Award in the Arts (\$10,000.00 already in Grouped)	19.38
John Wallace Dallenbach Fellowship in Psychology (\$45,352.22 already in Grouped)	545.73
Edward Louis Dodd and Alice Laidman Dodd Fellowship Fund (\$49,433.80 already in Grouped)	42.39
The Rachael Dougherty Vaughan Memorial Fund - Arts and Letters Program (James R. Dougherty Foundation) (New Fund)	40,000.00
J. C. Dolley Finance Education Fund (\$116.94 already in Grouped)	1.22
Various Donors - Various Purposes (College of Engineering Foundation) (\$2,914.38 already in Grouped)	233.09
Advisory Council - Various Donors (College of Fine Arts Foundation) (\$3,872.48 already in Grouped)	222.85
E. William Doty Scholarship Fund (College of Fine Arts Foundation) (\$1,983.79 already in Grouped)	18.17
Department of Drama Ex-Students Scholarship Fund (College of Fine Arts Foundation) (\$1,047.20 already in Grouped)	19.12
Mavis Alexander Fitzgerald Awards (\$167.19 already in Grouped)	1.92
Mary E. Gearing Bequest for Child Welfare and Parent Education Foundation (\$27,384.60 already in Grouped)	250.77

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Mal P. Bybee Memorial Fund (Geology Foundation) (\$102,891.50 already in Grouped)	\$ 50.00
Robert H. Cuyler Memorial Scholarship in Geology (Geology Foundation) (\$11,472.42 already in Grouped)	10.00
F. L. Whitney Memorial Book Fund - Various Donors (Geology Foundation) (\$1,140.00 already in Grouped)	5.00
The Gilbreth Award Fund (\$313.68 already in Grouped)	3.21
Hinds-Webb Scholarship Fund (\$101.73 already in Grouped)	1.84
Frank Kell Library Fund (\$28,400.00 already in Grouped)	500.00
Bobby Layne Scholarship Fund (\$5,997.17 already in Grouped)	52.26
Library Memorial Fund - Various Donors (\$934.75 already in Grouped)	25.00
Lora Iee Pederson Scholarship Fund, Graduate School of Social Work (\$2,401.56 already in Grouped)	55.13
W. F. Gidley Appreciation Endowment Fund (Pharmaceutical Foundation) (\$1,660.56 already in Grouped)	5.00
Alma Jacobs House Piner Fund (\$6,594.10 already in Grouped)	67.01
Milton Brockett Porter Memorial Fund (\$38.20 already in Grouped)	1.23
DeWitt Reddick Journalism Scholarship Fund (\$3,153.33 already in Grouped)	29.53
The Amanda Stoltzfus Memorial Trust Fund (\$2,460.17 already in Grouped)	33.04
The Robert Cantrell Feamster Foundation (Medical Branch) (\$2,511.94 already in Grouped)	25.70
Dr. Walter Junius Hildebrand Scholarship Fund (Medical Branch) (\$70,173.28 already in Grouped)	152.91
Warmoth Professorship in Neurology in the Department of Neurology and Psychiatry (Medical Branch) (New Fund)	100,000.00
Lloyd A. Nelson Professorship in Geology (Texas Western College) (\$2,018.49 already in Grouped)	566.00
Student General Property Deposits Fund (Texas Western College) (\$23,529.77 already in Grouped)	23,076.63
Additional Total Added to Funds Grouped on June 1, 1965	<u>\$175,902.99*</u>

*The above total of \$175,902.99, herewith submitted for approval, supplements additions made to Funds Grouped for Investment on June 1, 1965, in the amount of \$65,170.63, previously approved by the Land and Investment Committee, making a total of \$241,073.62 (\$235,436.12 in cash and \$5,637.50 in securities) added to Funds Grouped on June 1, 1965. After the withdrawals shown on page 1 above, the net change in the Funds Grouped account on June 1, 1965, was a writeup in the amount of \$215,582.83, making a new book value for the account of \$2,892,356.35.

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Cash Additions (as of September 1, 1965):

The Accounting Education Fund (College of Business Administration Foundation) (\$35,776.55 already in Grouped)	\$352.00
J. Anderson Fitzgerald Special Scholarship Fund (College of Business Administration Foundation) (\$5,249.94 already in Grouped)	10.00
Edward Louis Dodd and Alice Laidman Dodd Fellowship Fund (\$49,476.19 already in Grouped)	42.60
Advisory Council - Various Donors (College of Fine Arts Foundation) (\$4,095.33 already in Grouped)	15.00
Department of Drama Ex-Students Scholarship Fund (College of Fine Arts Foundation) (\$1,066.32 already in Grouped)	79.49
Library Memorial Fund - Various Donors (\$959.75 already in Grouped)	134.50
W. F. Gidley Appreciation Endowment Fund (Pharmaceutical Foundation) (\$1,665.56 already in Grouped)	60.00
The Senior Class Endowment Fund (Pharmaceutical Foundation) (\$6,145.95 already in Grouped)	10.00
	<hr/>
Additions to be made to Funds Grouped on September 1, 1965	<u>\$703.59</u>

B. Gift, Bequest And Estate Matters

1. Main University--The Rachael Dougherty Vaughan Memorial Fund--Recommendation For Acceptance:
The establishment of The Rachael Dougherty Vaughan Memorial Fund at the Main University is approved, and the Chairman is authorized to execute an appropriate agreement to accomplish the same when it is approved as to form by University Attorney and as to content by the Endowment Officer. The sum of \$40,000 has been received to establish the fund, and that sum will be added to the Funds Grouped For Investment. The fund is established in support of the general arts and letters program, with the income to be used for such purposes as visiting lectureships, publications, creative work by students and additions to resources for study and teaching in interdisciplinary courses not supported by appropriated funds. Other gifts may be made to the fund from time to time as long as consistent with purposes of the fund and acceptable to the Board of Regents.
2. Main University--Gift From Dr. and Mrs. Wm. E. Dunn With Income Reserved--Cancellation of Proposed Gift: Approval of a proposed gift from Dr. and Mrs. Wm. E. Dunn is withdrawn and cancelled, at the request of the prospective donor.
3. M. D. Anderson Hospital and Tumor Institute--Bequest Under The Will of Mrs. Lily Reber Hills: The bequest to the University Cancer Foundation of the M. D. Anderson Hospital and Tumor Institute by the late Mrs. Lily Reber Hills of one-half of the residue of her estate is accepted. It is estimated that the

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value of the bequest is approximately \$40,000. The staff will present further recommendations when the property passing under the bequest is received by the University.

C. Real Estate Matters

1. Hogg Foundation: W. C. Hogg Memorial Fund--Hanszen-Scranton Fee, Harris County--Oil and Gas Lease to Lenard Goss. When the lease is approved as to form by the University Attorney and as to content by the Endowment Officer, the Chairman is authorized to join Miss Ima Hogg, Mrs. Margaret W. Hogg, Mrs. Alice Hanszen, Rice University, and others in executing an oil and gas lease, with Lenard Goss as lessee, covering 4 small tracts comprising approximately 8.6 acres in the old Humble Field in Harris County. The lease will be for 120 days with 1/6 royalty and no bonus. The lease will be effective as of the date of the last acknowledgement of the lessor parties. The Hogg Foundation owns 1/16 of the minerals.

2. M. D. Anderson Hospital and Tumor Institute--William Heuermann Fund For Cancer Research--Oil and Gas Lease to Cecil R. Payne--5.688 Acres, Saxet Field, Nueces County: When the lease is approved as to form by the University Attorney and as to content by the Endowment Officer, the Chairman is authorized to execute an oil and gas lease, with Cecil R. Payne as lessee, covering the minerals under a 5.688 acre tract in the railroad right-of-way of Tex-Mex Railroad in the Saxet Field in Nueces County. The lease will be a one-year commercial oil and gas lease carrying 1/6 royalty. Lessee will pay \$100 for the lease but with no drilling commitment, because any drilling will have to be directional from a site leased from one of the adjoining property owners. The minerals in question are a part of the Heuermann Fund for Cancer Research at M. D. Anderson Hospital and Tumor Institute.

3. Main University--Archer M. Huntington Museum Fund--Proposal From Texas City Terminal Railway Company For Purchase of Part of Huntington Lands, Galveston County, And For Exchange of Two Small Tracts: Provided that the Texas City Terminal Railway Company accepts this proposal on or before August 31, 1965, the University will sell to Texas City Terminal Railway Company out of the Huntington Museum Fund lands in Galveston County one certain 23.5 acre tract of land at a price of \$2000 per acre, one certain 10.58 acre tract of land at a price of \$750 per acre (subject to an existing storm protection easement owned by Galveston County), and one certain 3.5 acre tract of land at a price of \$1,500 per acre. Subject to the same condition of acceptance on or before August 31, 1965, the University will exchange with Texas City Terminal Railway Company one certain .146 acre tract of land out of the Huntington Museum Fund lands in Galveston County for one certain .3256 acre tract of land in the same area. Provided that Union Carbide

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Corporation accepts this proposal on or before August 31, 1965, the University will sell to Union Carbide Corporation out of the Huntington Museum Fund lands in Galveston County one certain 5 acre tract of land at a price of \$2,000 per acre. When approved as to form by the University Attorney and as to content by the Endowment Officer, the Chairman is authorized to execute appropriate instruments to effectuate the foregoing sales and exchange of property. Such instruments shall provide that there shall be adequate access from the University's tracts in the area to railroads in the area.

4. Hogg Foundation: W. C. Hogg Fund--Recommendation For Exclusive Sale Listing Of McAshan Property At Main And Clay In Houston With Frank J. Bashara II: The staff recommendation that the University give a temporary exclusive sale listing to Frank J. Bashara II covering the Hogg Foundation property at Main and Clay in Houston was withdrawn.
5. Hogg Foundation--Reversionary Interest in Memorial Park Property In Houston: After an explanation of the subject by the staff, the Endowment Officer was instructed to confer with Mrs. Alice N. Hanszen and Mrs. Margaret Wells Hogg and/or their attorney to explore possible solutions to the problem and to report the results of that exploration at a later meeting.
6. Medical Branch--J. W. McLaughlin Fellowship Fund--Proposal From Stuart McLaughlin For Oil and Gas Lease On 1,040 Acres, Rangely County, Colorado: When the lease is approved as to form by the University Attorney and as to content by the Endowment Officer, the Chairman is authorized to execute a commercial oil and gas lease, with Stuart McLaughlin as lessee, covering 1,040 acres in Rangely County, Colorado, comprising a part of the J. W. McLaughlin Fellowship Fund at the Medical Branch. The lease will be for 5 years, with a 1/6 royalty, a \$1 per acre delay rental, and no bonus.
7. Texas Western College--Frank B. Cotton Trust--Status Report On Chamizal Zone Settlement: Dr. Ray reported that the Federal Government should make a purchase offer for that portion of the Frank B. Cotton Trust lands lying in the Chamizal Zone in El Paso not later than October 1st. It was decided that when the offer is received it will be referred to the Cotton Estate Advisory Committee and that the Advisory Committee will forward its recommendation to the Board of Regents. Mr. Leggee was instructed to complete his written appraisal report with a minimum amount of time and additional expense.
8. The following matters were referred to the Committee of the Whole:
 - a. Gift of The Winedale Stagecoach Inn Fund
 - b. Hogg Foundation: W. C. Hogg Memorial Fund--Town House Proposals
 - c. Oil and gas leases on trust fund lands

Adoption of Report.--The foregoing report was unanimously adopted upon motion of Vice-Chairman Erwin, seconded by Regent Ikard.

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REPORT OF MEDICAL AFFAIRS COMMITTEE. --Committee Chairman Connally presented the following report of the Medical Affairs Committee, stating that the committee had only one item on the Agenda that required action:

Medical Branch: Amendment to Contract with Automatic Retailers of America, Inc. --The Medical Affairs Committee recommends that the Contract with Automatic Retailers of America, Inc., for the benefit of The University of Texas Medical Branch be amended, effective July 1, 1965, by increasing the consideration for operation of the hospital dietary department to \$2.49 per patient with authority to Chairman Heath to execute the amendment when it has been approved as to subject matter by the appropriate Administrative Officer and as to form by University Attorney Waldrep.

Adoption of Report. --On motion of Regent Connally, seconded by Regent Josey, the foregoing report was unanimously adopted.

REPORT OF BOARD FOR LEASE OF UNIVERSITY LANDS. --Regent Brenan reported on the Sale of Oil and Gas Leases on Permanent University Fund Lands that was held in Austin on June 15, 1965. Of the 49,222,695 acres offered, 46,959,345 acres were leased at a bonus of \$10,106,000, or an average bonus per acre of \$215.21.

OTHER MATTERS

APPROPRIATION FROM ETTER FUND TO SPECIAL OPERATING FUND, OFFICE OF SECRETARY OF THE BOARD OF REGENTS. -- Upon request of Chairman Heath, and without objection, it was so ordered, that there be transferred \$1,000 from the Lila B. Etter Estate Fund to the Special Operating Fund of the Office of the Secretary of the Board of Regents.

MAIN UNIVERSITY, LAND ACQUISITION PROGRAM: CONDEMNATION PROCEEDINGS AUTHORIZED. --The University has offered to Mr. K. C. Smith the appraised price of \$84,000 for certain property described below in the North Archway area. Mr. Smith has made a counter offer open until August 1, 1965, to sell the said property for \$115,000 (a total of 21,000 square feet at \$5.50 per square foot), with the added request that if the Board does not approve this price that condemnation proceedings should be filed.

Upon motion of Vice-Chairman Erwin, seconded by Regent Brenan, the Board by unanimous vote directed the staff to request immediately the Attorney General to institute suit under our right of eminent domain for condemnation proceedings on Lot 4, Block 1; Lot 5, Block 1; the N/36' and S/107' of Lot 6, Block 1 -- Susan Moore Subdivision of Outlot 10.

MAIN UNIVERSITY, LAND ACQUISITION PROGRAM: ADDITIONAL POLICIES AND PROCEDURES. --Regent Ikard moved that the necessary rules be suspended and that the proposed additional policies and pro-

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cedures for land acquisition at the Main University be adopted:

1. Approve policy of buying movable furniture, when necessary, from owners of apartments and rental units and authorize Mr. Pearson to negotiate with the owners for movable items of equipment; authorize Vice-Chancellor Dolley and Business Manager Colvin to purchase such items of equipment when in their judgment it is for the best interest of the University. This will be a separate recommendation from the one made for the land and buildings.
2. Authorize the use of Account No. [REDACTED] - Campus Extension Rentals (now dormant), as an operating account to receive net income from all rentals received from properties acquired in the current land acquisition program and sales of houses, to purchase movable furniture and equipment, to pay operating costs of rental properties, and to pay pro-rata share of property taxes.
3. Appropriate the balance from the following accounts to be used for the purposes set out above:
 - a. Account No. [REDACTED] - Sale of Archway Improvements - \$13,626.24
 - b. Account No. [REDACTED] - Unappropriated Balance - Real Estate Rentals - \$43,369.62
4. Authorize Business Manager Colvin to enter into an agreement with Harrison-Wilson-Pearson to manage rental property acquired in this land acquisition program. This agreement would be on a month to month basis, consistent with the needs of the University, at a fee of 6% of gross rent.
5. Authorize use of Dallas Title Company in lieu of Gracy Title Company as previously authorized.
6. Approve the use of title policies, in lieu of abstracts, when recommended by University Attorney Waldrep and the Attorney General, but abstracts of title shall be given priority and title policies used only when deemed expedient.

This motion was duly seconded and unanimously adopted.

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COMMITTEE OF THE WHOLE

Chairman Heath presented the following report of the Committee of the Whole:

1965-66 BUDGETS; STATEMENT OF CHAIRMAN.-- The 1965-66 Operating Budgets for The University of Texas System as bound in Volume XX of Annual Budgets, as well as the Physicians' Referral Service Budget, M. D. Anderson Hospital and Tumor Institute, were approved.

Chairman Heath read the following statement concerning the 1965-66 Budgets for The University of Texas System.

At each of the last four biennial Sessions of the Texas Legislature, I have appeared before the Committees of the House and of the Senate and presented the urgent financial needs of The University of Texas. I have consistently pointed out that the University competes in the local market for its supporting staffs but that it must compete in the national market for its faculties, and that, therefore, its faculty salaries must compare favorably with the salaries paid by the best universities throughout the country.

The University of Texas has long had to seek excellence with inadequate appropriations, but for the biennium beginning September 1, 1965, the Legislature passed and Governor Connally approved appropriations for The University of Texas which for the first time furnish us with adequate funds to make whatever progress is possible within the two-year period. For that we are very grateful, but it challenges us to do those things which we have repeatedly told the Legislature and the Governor we could not do without adequate financing.

The Board of Regents accepts the challenge and pledges to do its best level best to provide the quality of performance which the Legislature, the Governor, and the citizens of Texas have a right to expect. This will require the best of planning and the intensive efforts of the Board of Regents, the Administration, the faculties and their supporting staffs, and the student body. I wish to point out that money alone cannot create

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excellence and that with the best efforts and cooperation of all concerned that only a certain amount of progress can be achieved in any given comparatively short period of time.

I sound a note of caution that further enrichments of our programs will be required in the years to come, but for the next two years, we have adequate funds to do those things which can be properly done in that period of time without undue proliferation and support of doubtful programs and it is up to us to justify the confidence which has been placed in us by utilizing the substantially increased appropriations made available to us in the best possible manner and in a manner which will show results.

The first necessary step for the next biennium was the adoption of a 1965-66 budget which will reasonably allocate the increased funds between colleges and schools, disciplines and programs, departments, and individual members of the faculties. Any budget is necessarily almost a re-write of the last one when there is little or no increase in funds. On the contrary, substantial increased appropriations require new major policy decisions as to where the additional money is to be expended. Should new programs be initiated? Should programs which have not received notable support in the past be bolstered? Should emphasis be placed on already distinguished programs and departments, or on weaker programs and departments? To what extent should additional money for faculty salaries be utilized for new positions and to what extent to raise salaries of existing positions? Should salary raises be consistent throughout the University or should special emphasis be placed in certain areas and which?

The Board of Regents has today adopted a new budget for the fiscal year beginning September 1, 1965, after it had established guide lines and the budget had made its way through the customary channels, and

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which answers these questions, we hope, properly.

Some programs manifest a new surge and imply later expansion and expense. Several programs such as astronomy, computer sciences and linguistics earlier initiated than this September reveal notable new support with equivalent later obligation. For instance, computation has grown from our original "daring" investment of \$35,000 to a multi-million dollar program and new department. Several "new" programs, such as communications and public affairs, have not received as notable increases in 1965-66. Certain programs asking for massive new support have been disapproved because not warranted. Certain programs have been given modest new or additional support with the understanding that we will not continue indefinite or random development.

I feel that the most impressive and beneficial improvements have been made in the area of faculty salaries. At the Main University, we have added approximately 113 full-time teaching positions in the ranks from instructor to full professor.

The budget also sets aside an amount, which together with the Legislative increases, insures adequate salary increases to both the faculties and other personnel for the second year of the biennium. This is important to morale and to future prospects of development in the second year of the biennium.

Minimum salaries have been increased in the rank of professor from \$10,000 to \$11,000, associate professor from \$8,500 to \$9,500, assistant professor from \$7,500 to \$8,500, and instructor from \$5,000 to \$6,500.

Manifest salary inequities have been corrected, and teaching salaries, where merited, have been increased with special emphasis on reward for demonstrated classroom abilities. As a result of these adjustments, amounts budgeted for faculty salaries have been raised to \$15,458,415,

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which is an increase of 24%.

The average salary of professors has been raised from \$14,003 to \$15,960, or 14.0%, that of associate professor from \$10,312 to \$11,522, or 11.7%, that of assistant professor from \$8,502 to \$9,443, or 11.1%, and that of instructors from \$6,562 to \$7,097, or 8.2%.

While dollar figures are often misleading, it evidences a long stride toward improvement of academic progress and specific encouragement of upgrading faculties. While we have no way of yet knowing what increases other universities with whom we are normally compared are providing for next year, and while most of them will also provide substantial salary increases, we believe the dramatic increases which the Legislature and the Governor have provided for The University of Texas in faculty salaries have enabled us to advance several ranks in the comparative ratings in the various faculty ranks.

This is especially significant in the national survey and should provide strong encouragement to those of our faculty members who are constantly considering offers from other universities to remain at The University of Texas and to feel that their future here is more secure, as well as to assist in recruitment of outstanding faculty members from other universities by convincing them that The University of Texas is now receiving adequate financial support.

I consider the improvement in salaries in junior ranks including the establishment of the Associate Teaching position to be one of the most important features of the budget. We must look largely to the junior ranks for our fine senior faculty of tomorrow. We will now be able to obtain and retain better qualified men and women and can promote to the tenure ranks a larger percentage of our own junior faculty members.

The budget provides an increase of 33-1/3% in faculty salaries for the summer school. This should strongly upgrade our present summer

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school, eliminate the present inadequacy of summer school courses offered and lead to a larger summer school enrollment and a more efficient year round utilization of the fiscal plant, the 9 months faculty and the year round supporting personnel.

The budget also contains special allocations to the deans for continued faculty recruitment.

While the Board of Regents has placed special emphasis on rewarding demonstrated undergraduate teaching effectiveness in the classroom, the budget also provides for improvements in research and graduate programs.

Rising costs of operations in items such as equipment and maintenance have been considered and adequately met in this budget.

The increased Legislative General Revenue Appropriations to the Main University enabled the University to increase the Excellence Fund and to tentatively allocate two million dollars per year for the biennium from the Available Fund for special consideration of the library development program, the acquisition of properties such as the campus expansion program, and for additional facilities in such as astronomy, computation, and laboratories that are needed in the interim between budgets.

The total of what is called the "Operating Budget" of the Main University is up around \$5,500,000, or 19.6%, to over \$33,400,000. This does not include Auxiliary Enterprises Budget of around \$6,400,000, research contracts in excess of \$10,000,000, or gift and bequest funds of several millions of dollars.

It is therefore apparent that there will be between \$60,000,000 and \$65,000,000 disbursed during fiscal 1965-66 at the Main University alone. This excludes Central Administration expenditures, the \$2,000,000 Available Fund monies reserved for later allocation, and Building or Construction expenditures.

I estimate that seven to eight millions of dollars additional will be expended at Main University during the next fiscal year, over that expended during the cur-

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rent year. With 113 new faculty positions in the four regular faculty ranks and 136 additional classified employees, a total of 249 new positions will come into existence at the Main University on September 1, 1965. The individuals filling these positions will be tax paying, civic and religious organization supporting citizens of Austin, as are the thousands of fine persons already associated with the University and their families. This money comes from all Texans and will pass through the hands of the "Merchant, the Baker, and the Candle Stick Maker", the apartment owners and even the tax collectors, over and over again and I hope will contribute to causing those citizens who sometimes try to think of the University of Texas as a liability to Austin acknowledge it for the tremendous asset which all thinking people know it is.

While the Board of Regents has balanced the budget among the various disciplines to the best of its ability, we must continue to look at the successive budgets with a view to proper balances in colleges and professional programs, humanities, social sciences, arts including fine arts, teaching and research, etc.

I wish to make as an urgent point that the programs at Austin and at each of the other institutions should be regularly reviewed by the Board of Regents and by Rabbi Olan's Committee on Academic and Developmental Affairs between and well in advance of annual budgets.

While the detail of this statement relates primarily to the Main University in Austin, in principle most of what has here been said is applicable to each of our other eight institutions. Dramatic increases in appropriations have been made throughout the System and the budgets reflect strong support of present programs and provision of sound and steady development.

To make real distinction among the institutions would require an enormous amount of detail which would almost certainly serve mostly to

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confuse. I will attempt to analyze in more detail the improvements at each institution in later statements.

Finally, I wish to say that I feel the Legislature and the Governor have met the challenge extended them. While any detailed budgets which have to make hard choices between programs, disciplines, departments and even individual salaries, inevitably will be disappointing to some, I believe that the Board of Regents, and the Administration, have fully met and discharged the duties and responsibilities imposed upon them in the allocation of the large increases granted to The University of Texas System. We pledge our continued best efforts to be worthy of the confidence shown in us and we know that our faculties and their supporting staffs will accept the challenges represented in these vastly increased budgets. If we accomplish those things which we said we could not do without these increases, we will earn the right to ask for future substantial increases in bienniums to come and will merit the right to receive them.

This finally is the big chance to achieve the Constitutional Mandate of our forefathers that The University of Texas be a University "of the first class".

We will not fumble it.

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CHANGE OF TITLE: WILSON S. STONE AND RAYMOND VOWELL. -- The title of Doctor Wilson S. Stone was changed to Vice-Chairman, effective September 1, 1965. The title of Mr. Raymond Vowell was changed to Vice-Chancellor for Federal and State Affairs, effective immediately.

REPORT OF PROSPECTIVE GIFTS. -- The Board received reports from Chancellor Ransom on prospective gifts to the University.

STUDENT ACTIVITIES FEE (BLANKET TAX), MAIN UNIVERSITY: (1) REPORT OF STUDY OF ALLOCATIONS (2) 1965-66 FEE, APPROPRIATION FOR CHORAL ORGANIZATIONS AND LONGHORN BAND, AND ALLOCATIONS THEREOF (3) SPOUSE BLANKET TAX. --

- (1) The Board received from the Administration a report of a study of the allocation of Student Activities Fee (Blanket Tax).
- (2) The recommendations of the Administration as to the allocations of the Student Activities Fee (Blanket Tax) was amended by deleting Choral Organizations (\$0.47) and the Band (\$1.00) and \$30,000 was appropriated from the Available University Fund to support these two groups. It is felt that the Choral Organizations and the Longhorn Band are regular University groups and should be supported by the University rather than by the students. The 1965-66 Blanket Tax was set at \$16.92 to be allocated as follows:

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

TOTAL \$16.92

- (3) The Spouse Blanket Tax, effective September 1, 1965, was set at \$15.00.

SYSTEM-WIDE RENEWAL OF BANK DEPOSITORY AGREEMENTS FOR THE PERIOD BEGINNING SEPTEMBER 1, 1965. -- The following Bank Depository Agreements were approved for the period September 1, 1965 through August 31, 1966, rather than for the 1965-67 biennium, with the understanding that the Board will review the agreements in the interim. The Chairman and the Secretary of the Board of Regents were authorized to execute the agreements when they have been approved as to subject matter by Comptroller Sparenberg and as to form by University Attorney Waldrep:

Arlington, Texas
First National Bank
Arlington State Bank

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Austin, Texas

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

Dallas, Texas

First National Bank
Mercantile National Bank
Republic National Bank
National Bank of Commerce

El Paso, Texas

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

Fort Worth, Texas

The Fort Worth National Bank
First National Bank

Galveston, Texas

First Hutchings-Sealy National Bank
Moody National Bank
United States National Bank

Houston, Texas

First City National Bank
Bank of the Southwest National
Association
Fannin Bank

The Administration was asked to prepare for the Board a detailed report on the money in these banks.

C. L. AND HENRIETTE F. CLINE TRUST.-- Professor C. L. Cline of the English Department and Mrs. Cline have proposed the establishment of the C. L. and Henriette F. Cline Trust with the Board of Regents as Trustee with an initial gift of 200 shares of the capital stock of Republic National Bank of Dallas worth approximately \$10,000 which they expect to increase to at least \$100,000 by subsequent gifts. Income is reserved to Professor and Mrs. Cline during their lives, and upon the death of the survivor of the donors if and when the trust has increased to at least \$100,000, it will become the C. L. and Henriette F. Cline Professorship in English with the income to be used by the Board of Regents for the support and maintenance of the professorship. The trust agreement has been signed by Professor and Mrs. Cline and by Chairman Heath on behalf of the Board of Regents, on recommendation of Chancellor Ransom, under date of July 16, 1965, and is hereby ratified and accepted by the Board of Regents.

UNIVERSITIES RESEARCH ASSOCIATION, INC.: MEMBERSHIP AUTHORIZED.--The University of Texas was authorized to become a member of the Universities Research Association, Inc., and the membership fee of \$100,000 was authorized subject to legal approval by the University Attorney.

POLICY RELATING TO SOLICITATION AND ACCEPTANCE OF GIFTS WITH INCOME RESERVED BY DONOR.--The written policy adopted by the Board of Regents in 1960 with respect to the solicitation and acceptance of gifts with income reserved by the donor is revoked and repealed.

In the future the Board of Regents will consider any reasonable offer of a gift with income reserved to the donor, and its decision as to whether or not to accept any such offer will be made in the light of the particular circumstances surrounding that offer.

This action is consistent with and in furtherance of the action taken by the Board of Regents at its March 12-13, 1965 meeting and amended at its May 21-22, 1965 meeting with regard to the conversion of all gift property into securities on the University's approved list.

INTERCOLLEGIATE ATHLETICS FACILITIES, MAIN UNIVERSITY.--With reference to Intercollegiate Athletics Facilities at the Main University, the Board has approved the following statement:

Report of Chairman W. W. Heath
On the Action of the Board of Regents
Concerning Intercollegiate Athletic Facilities

The student body, faculties, and programs of The University of Texas have increased to the point where additional land must be acquired and the perimeter of the campus extended. We have begun a land acquisition program authorized by the Legislature and approved by the Governor. Because there are only ten minutes between classes, it is urgent that classrooms on the campus be located within ten minutes walking distance of each other. Very little land, so geographically located, is left that is not already owned by the University. The major portion of the remaining land which could be so used is already owned by the University and occupied by the University's Intercollegiate Athletic Plant. It is composed of about 40 acres and in addition to Freshman Field includes the Stadium, Clark Field, and the Parking Lot south of the Stadium, same being the land between the Law School and the University Junior High School between San Jacinto and Red River Streets. When these Intercollegiate Athletic facilities were located, the University was a much smaller institution and it was not felt that such land would be needed for academic purposes. It is approximately the same total area as the additional area which the Administration and the Board determined

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is needed, but which we decided was too remote and too expensive.

The campus expansion in which we are currently engaged includes considerable land east of the Intercollegiate Athletic facilities. We are, therefore, compelled to consider whether or not as a part of our present Campus Acquisition Program we will jump over the approximately 32 acres of land occupied by the Intercollegiate Athletic facilities, leaving them where they are even though they are within ten minutes walking distance of the Main Building and even though we are acquiring land east of this area not within ten minutes walking distance.

It is therefore apparent that the use of this land for academic purposes is highly desirable, and the Board would be derelict in its duty if it did not investigate the economic feasibility of relocating these facilities on either the Brackenridge or the Balcones Tract as well as the desirability and the effectiveness of so doing from the standpoint of the Intercollegiate Athletic Program.

The Board of Regents has therefore instructed its Consulting Architects to make a study of costs of relocating such facilities in varying sizes and types, such figures to be computed with not more than 5 per cent margin for error, and to make studies of the accessibility and desirability of the Brackenridge and Balcones Tracts for such usages and to make a full report of all such matters to the Board as soon as possible.

The Board is also instructing its appraisers in its current land acquisition program to compile appraisals of the costs of an equal amount of land with existing improvements in the next closest area.

The Board has further instructed the Administration to obtain a report from the Athletic Council and the Athletic Director with regard to the effects of any such removal upon the Intercollegiate Athletic Program.

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The Administration has been instructed to explore and report back to the Board methods of financing, if such a program should be adopted. Therefore, the Board has today taken action to fully explore the economic feasibility of removing part or all of the intercollegiate athletic facilities to either the Brackenridge or Balcones Tract and to determine the respective desirability and accessibility of these two tracts as well as the impact same would have upon the Intercollegiate Athletic program. Since the needs of The University of Texas require this much land in addition to that in course of acquisition, it seems obvious that the economic feasibility will depend at least in part upon a comparison of the costs to the University of purchasing a similar amount of land at a less desirable location and the cost of erecting a larger and more modern stadium and plant with many more good seats and with adequate parking on land, cheap in comparison, already owned by the University, not required for other University purposes, and not suitable for purposes of the Main Campus.

When the Board has received all of the information based upon which a decision can be made, it can and will determine whether or not part or all of such facilities will be removed; and if the decision is an affirmative one, the Board will then decide which facilities to move, where and when to move them, and the scope and financing program of and for the project.

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REPORT OF REGENTS' COMMITTEE TO REVIEW THE REPORT OF THE SPECIAL COMMITTEE ON ARCHITECTURE: PRELIMINARY STATEMENT AND REPORT. --Below is the preliminary statement by Chairman Heath and also the report of the Regents' Committee to Study the Report of the Special Committee on Architecture:

Preliminary Statement by Chairman W. W. Heath

The Committee of the Whole is today recommending a new alignment of certain administrative responsibilities within The University of Texas System, and before presenting the recommendation itself, he would like to offer a brief statement which has been authorized and approved by the entire Board of Regents.

Originally the Office of the Comptroller included that of the Secretary of the Board and the present Investment Officer. As the University System has grown, it has become necessary from time to time to split off into separate departments some of this work. In recent years the Comptroller of the University has had prime responsibility for two major functions. One is the management of the University's contractual and business transactions. The other is the supervision of the University's physical plant construction program. This responsibility originated when the University System consisted of only the Main University at Austin, the Medical Branch at Galveston, and Texas Western College at El Paso. That both functions have been and are being discharged so admirably is a tribute not to the organizational pattern but to the integrity, ability and industry of the man who has served so faithfully as Comptroller since 1953-- Mr. Charles H. Sparenberg.

However, in 1965 each of those two major functions has reached a degree of magnitude and complexity beyond anything which could have been foreseen ten years ago. Within the next few years each will continue to expand dramatically in the volume of business to be transacted. Therefore, it becomes necessary to separate the two functions that have been performed so long and so well by Mr. Sparenberg.

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To accomplish this, the Committee of the Whole is recommending the establishment of a new office as a part of Central Administration headed by a "Director of Facilities Planning and Construction" to supervise the development of the physical plant of the University System on its nine separate campuses. The new office will be responsible to the Chancellor through a Vice-Chancellor designated by the Chancellor.

Mr. Sparenberg will continue to serve as Comptroller of the University. I believe that I speak for all present and former members of the Board of Regents, in paying tribute to Mr. Sparenberg for a prodigious performance in discharging his dual responsibilities. Nevertheless, his prodigiousness is just beginning. In 1953-54, for example, he presided over custody, application, business management, and accounting for current educational and general funds amounting to about 29 million dollars. In 1963-64, the same figure was approximately 79 million dollars--an increase of 250 per cent. That figure will continue to steadily rise. All other business with which the Comptroller deals has increased in the same or greater proportions.

The Graduate School of Biomedical Sciences at Houston and Arlington State College have just been added to The University of Texas System. These growing institutions immediately added about 30 per cent to the volume of business which must be overseen by the Comptroller. Within three or four years, South Texas Medical School will be in full operation adding another 10 or 15 per cent to the volume. At the Main University the volume of research contracts and grant agreements which must be processed by the Comptroller is vastly expanding and increasing, and in all other units of the University, new and old, similar expansions are in prospect. Along with this comes a geometric increase in the number of agencies from which funds are secured and to whom the University is accountable through the Office of the Comptroller. The responsibilities thus assumed and to be assumed by that office between 1965

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and 1970 thus have a highly strategic importance and magnitude, and they will demand the full time of even so industrious and energetic a man as Mr. Sparenberg.

To plan and construct the physical plant for The University of Texas System during the next ten years is likewise an important responsibility. Although the pace of expansion for The University of Texas-- expansion in quality and service as well as in quantity--is breath-taking, we must not build too much or too lavishly. On the other hand, we must not build too little or too slowly because the stature of a university these days is determined equally by its brains and programs and facilities with each dependent upon the other. Furthermore, the quality of our planning and of our building must match the quality of the University that we are and the University that we are becoming. Prior to the time Mr. Sparenberg became Comptroller the Physical Plant Building program was small and could be handled as an incidental function of the Comptroller's Office. Some idea of the magnitude of the task we face can be derived from the fact that since January 1, 1953, (when Mr. Sparenberg first became Comptroller) some 50 major building projects have been completed under his direction. Seven others are now under contract and 18 major projects are in various stages of architectural planning with plans for others already under way.

In 1963-64, the institutions of The University of Texas System enrolled 31,000 students. Arlington State College alone has already added 11,000, and enrollments are rapidly mounting. The System must get ready for further great expansion. Graduate work must greatly increase, making heavy demands for new space, equipment and expanded libraries. The number of faculty members and supporting staffs will increase correspondingly, and they must have offices and other working space. Research activity will inevitably increase in at least the same proportions, demanding still more building space.

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While the prospect for volume alone poses a major work load, volume does not tell the whole story. The expansions to be undertaken are so large that whole campuses will have to be re-designed. Master planning takes on new importance, and the design of individual structures for aesthetic and educative contributions to the objects of the University will necessitate close and individual attention by our staff.

Mr. Walter C. Moore, Architect and Assistant to the Comptroller, is hereby designated, effective immediately, to be temporarily in charge of Facilities Planning and Construction pending the selection of a Director.

With those preliminary remarks, I now present the formal recommendation of the Committee of the Whole which is as follows:

Report of the Regents' Committee to Review the
Report of the Special Committee on
Architecture

1. Your Committee recommends that the Board of Regents adopt the following:

Item No. 1: Section 7.421 of Chapter II of Part One of the Regents' Rules and Regulations shall be repealed, thereby relieving the Comptroller of the following duties and responsibilities:

"7.421 Administration and general supervision of new construction and other permanent improvements, including repair and remodeling projects involving the proposed expenditure of \$20,000 or more; consultation, advice and working with the consulting and associate architects employed by the Board of Regents, subject to the terms and conditions of contracts entered into by the Board of Regents with these architects; and service as an ex-officio member of the Faculty Building Committee of each component institution."

Item No. 2: The operation and maintenance of the physical plants at the component institutions shall remain (as at present) under the respective Physical Plant Directors, Business Managers, and Executive Heads of the several

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institutions, subject to the supervision and ultimate control of Central Administration.

Item No. 3: A new Central Administration Office shall be established with the title "Director of Facilities Planning and Construction." The Director of Facilities Planning and Construction, as an administrative officer, shall have direct supervisory responsibility over the administration and general supervision of new construction and other permanent improvements, including repair and remodeling projects involving the expenditure of \$20,000 or more, and over consultation, advice, and work with the architects employed by the Board of Regents, subject to the terms and conditions of the contracts with those architects; shall serve as an ex-officio member of all faculty building committees at the component institutions, and shall have such other duties and responsibilities as may from time to time be assigned to him by the Chancellor or the Board of Regents. The Director of Facilities Planning and Construction shall report and be responsible to the Chancellor through channels designated by the Chancellor. This official may or may not be a licensed architect, but in any event he must be a realistic and firm administrator and not merely a talented artist. The Director of Facilities Planning and Construction shall not be primarily responsible for the design of any building.

Item No. 4: The Director of Facilities Planning and Construction shall be responsible for seeing that furniture placement and interior arrangement are fully taken into account in the preparation of plans for construction projects. The Director of Facilities Planning and Construction, in consultation with the Associate Architects for the project involved, shall be responsible for the selection of color, wall finishes, and other details.

Item No. 5: Greater emphasis shall be placed on master planning at all campuses in the System. A master plan shall be developed and maintained for each component institution. Each master plan shall include a landscape design for the plan area.

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The master plan for each institution shall be prepared by an architect appointed by the Board of Regents. The Consulting Architect may, but need not be, so appointed. Since the fee for a master plan will be relatively small, a master plan architect (other than the Consulting Architect) shall not be disqualified from receiving Associate Architectural contracts from the University.

The Director of Facilities Planning and Construction shall maintain the master plan for each campus after it has been developed and after it has been approved by the Board of Regents.

Item No. 6: The University shall continue its present practice of employing a Consulting Architect to prepare the preliminary plans for each construction project (for a fee of 1% of the cost) and an Associate Architect to prepare the working drawings and specifications (for a fee of 5% of the cost). The Associate Architect shall be selected as soon as practicable after a project is authorized. The Associate Architect shall work with the Consulting Architect in the preparation of preliminary plans (but not necessarily on drawings and elevations prepared for use in applications for grants), and the preliminary plans must be approved by both the Consulting Architect and the Associate Architect except in such cases as the Board feels may cause unusual and unnecessary delay.

Item No. 7: In connection with the selection of an Associate Architect for each construction project, the names of not less than 5 qualified architects shall be submitted to the Regents as a joint recommendation of the Director of Facilities Planning and Construction and the Consulting Architect. The Regents shall be encouraged, though not required, to select an Associate Architect from those thus recommended.

Item No. 8: As a part of the Associate Architect's contract for each major construction project the Associate Architect shall be required to prepare and submit a landscape design for the immediate vicinity of the project. Money to carry into effect the landscape design shall be appropriated at the same time the money is appropriated for the construction of the building in the project.

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Item No. 9: So long as his services are satisfactory, the Consulting Architect shall be retained in such capacity for a continuous period of at least six years.

Item No. 10: The advisory role of the faculty building committees shall be emphasized and strengthened.

Item No. 11: Pursuant to the mandatory language of the present appropriation bill, which provides in pertinent part that:

"When continuous field supervision or a clerk-of-the-works is deemed necessary by the State, such supervising personnel shall be furnished by the State, subject to the approval by the architect. Such supervising personnel shall be employees of the State." (Section 49(f) of Article V of H.B. 1),

the University shall bear the expense of continuous field supervision by a clerk-of-the-works, and the University shall in future contracts discontinue its practice of withholding from the Associate Architects' fees sums with which to pay the clerks-of-the-works.

Item No. 12: Pursuant to the mandatory language of the present appropriation bill, which provides in pertinent part that:

"The State will furnish the architect a limited consulting service consisting of a completed site survey, soil analyses, and a program of the work outlining in detail the space requirements, their general arrangement, and the standards of types of construction." (Section 49(e) of Article V of H.B. 1),

the University, acting through the Director of Facilities Planning and Construction, shall in future contracts agree to furnish the items and information set forth in the above quoted rider.

Item No. 13: The University shall award only one contract for the construction of each project, with the single prime contractor made solely and totally responsible to the University for the proper and timely construction of the entire project. The University shall retain the right in such contracts to reject any unsatisfactory subcontractor, but the University shall play no affirmative part in the selection of any such subcontractor.

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Item No. 14: The appropriate officials in the Administration and in the Faculty shall be asked to consider and report to the Regents on the desirability and feasibility of establishing on the Austin campus an academic program in landscape architecture.

Item No. 15: The appropriate officials in the Administration and in the Faculty shall be asked to consider and report to the Regents on the desirability and feasibility of transferring (on the Austin campus) the academic program of interior design from the Department of Home Economics to the School of Architecture.

Your Committee recommends that the foregoing Items Nos. 14 and 15 be referred to the Academic and Developmental Affairs Committee for its consideration and recommendation, and otherwise takes no action thereon.

SUSPENSION OF RULES.--All necessary rules were suspended by unanimous vote in order to consider the foregoing items in the report of the Committee of the Whole.

ADOPTION OF REPORT OF COMMITTEE OF THE WHOLE.--Regent Ikard moved that the report of the Committee of the Whole be adopted; Regent Johnson seconded the motion. Having called for discussion and there being none, Chairman Heath called for the "Yeas" and "Nays" and the report was unanimously adopted.

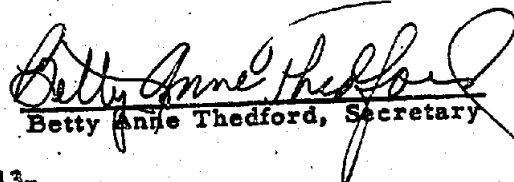
OTHER MATTERS

HOGG FOUNDATION: W. C. HOGG MEMORIAL FUND -- TOWN HOUSE PROPERTY.--As there was objection, the proposed sale of the Town House Property in Houston, which had been referred from the Land and Investment Committee to the full Board, was deferred to a later meeting.

"GET WELL MESSAGE" TO MRS. HUDSPETH.--It was unanimously approved, upon motion of Regent Johnson, duly seconded, that an appropriate "Get Well Message" from the Board be sent by Secretary Thedford to Mrs. Frances Hudspeth.

SPECIAL COMMITTEE TO STUDY STUDENT PUBLICATIONS.--Upon a motion duly made and seconded, the Board authorized the Chairman to appoint an informal committee of outstanding Editors of Texas dailies to make a complete study of student publications on the Main University campus.

ADJOURNMENT.--There being no further business, on motion made the meeting there upon adjourned at 11:45 a. m.


Betty Anne Thedford, Secretary