

MATERIAL SUPPORTING THE AGENDA

Volume XIVA

September 1966 - March 1967

This volume contains the Material Supporting the Agenda furnished to each member of the Board of Regents prior to the meetings held on September 30-October 1, November 4-5, and December 16-17, 1966, and January 27-28, and March 10-11, 1967.

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

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

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



THE BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS

Material Supporting
Agenda

Meeting Date: December 16-17, 1966

Meeting No.: 648

Name: *Official Copy*

CALENDAR
BOARD OF REGENTS
OF
THE UNIVERSITY OF TEXAS SYSTEM

Date: December 16-17, 1966

Headquarters: Shamrock Hilton Hotel, Houston, Texas

The meeting will be held at the Shamrock Hilton Hotel.

Until all items for the Agenda have been submitted, it is difficult to prepare a calendar. Thus, the Calendar will be prepared and included with the Supplementary Agenda Material. However, the meeting is scheduled to begin at 9:00 a.m. on Friday morning and to be over by noon on Saturday, December 17th.

CALENDAR
BOARD OF REGENTS
OF
THE UNIVERSITY OF TEXAS

Place: Shamrock Hilton Hotel, Castilian Room and
Normandy A, Houston, Texas

Date: December 16-17, 1966

Friday, December 16, 1966

9:00 - 10:00 a. m.	Land and Investment Committee -- <u>Castilian Room</u>
	Academic and Developmental Affairs Committee -- <u>Normandy A</u>
10:00 - 11:00 a. m.	Joint Meeting of the Buildings and Grounds Committee and the Medical Affairs Committee* (Followed by separate committee meetings) -- <u>Castilian Room</u>
	Buildings and Grounds Committee -- <u>Castilian Room</u>
	Medical Affairs Committee -- <u>Normandy A</u>
11:00 - 12:00 a. m.	Committee of the Whole (Items relating to Institutions Out of Austin)-- <u>Castilian Room</u>
12:00 - 1:00 p. m.	Lunch -- <u>Mai Tai Room</u> (International Club, Ground Floor)
1:00 - 1:15 p. m.	Meeting of the Trustees of the Ima Hogg Foundation-- <u>Castilian Room</u>
1:15 - 1:30 p. m.	Meeting of the Trustees of the Winedale Stagecoach Inn Fund -- <u>Castilian Room</u>
1:30 - 1:45 p. m.	Executive Committee -- <u>Castilian Room</u>

* To dispose of those matters of common interest after which
the Medical Affairs Committee will convene in Normandy A.

1:45 p. m.

Committee of the Whole - Executive
Session (To consider personnel
and developmental matters)

Saturday, December 17, 1966

9:00 - 10:00 a. m.

Meeting of the Board--Grecian
Room (Main Floor)

Check the next two pages for meeting places. There is a floor plan
of the first floor and mezzanine of the Shamrock Hilton.

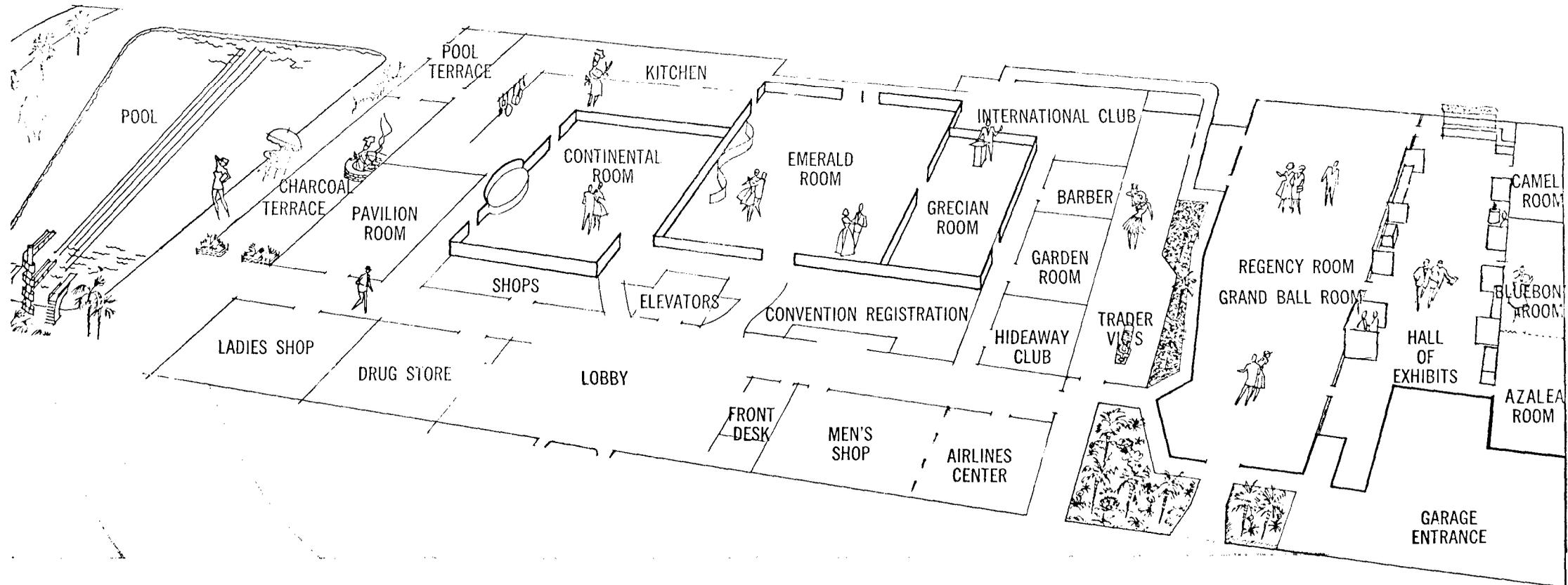
NOTE: Though the time may vary, the meetings will follow in this
order.

THE
Shamrock Hilton

SERVES BIGGER AND
BETTER BANQUETS...

in Fabulous Facilities

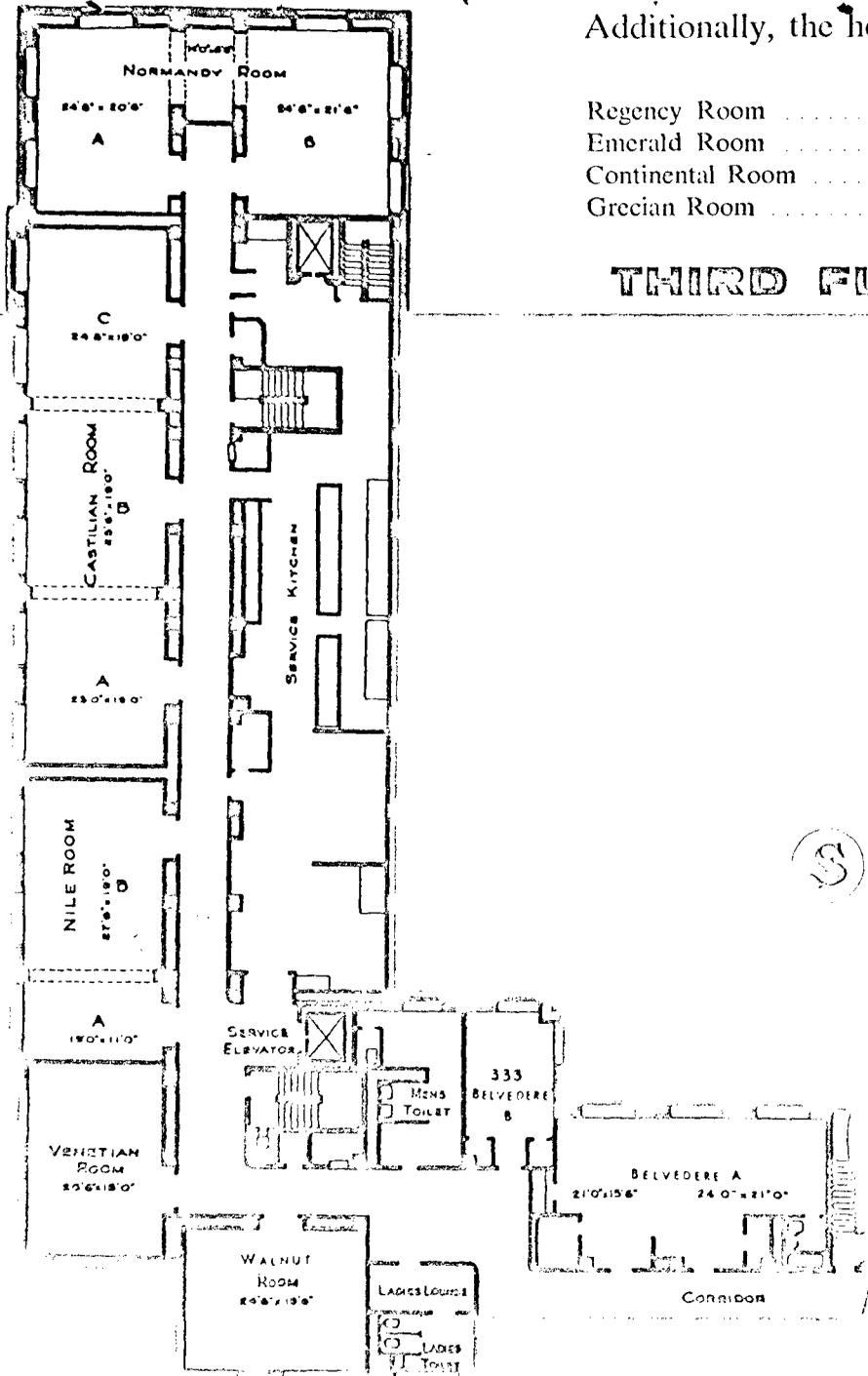
FIRST FLOOR



only with the new Grand Ball Room there is 72,000 square feet of exhibit area. Additionally, the hotel offers the following facilities:

	Banquets Seating	Meetings Capabilities		Banquets Seating	Meetings Capabilities
Regency Room	1800	2500	Garden Room	75	100
Emerald Room	1250	1500	Azalea Room	225	325
Continental Room	500	750	Bluebonnet Room	225	325
Grecian Room	250	300	Camelia Room	225	325

THIRD FLOOR



	number of people
WALNUT ROOM	
Banquets	35
Receptions	75
VENETIAN ROOM	
Banquets	35
Receptions	75
NILE ROOM	
Banquets	65
Auditorium	80
Receptions	100
NORMANDY ROOM (2 sections)	
Banquets	40
Auditorium (both sections)	75
Receptions (both sections)	150
BELVEDERE ROOM	
Banquets	50
Auditorium	65
Receptions	75
CASTILIAN ROOM (3 sections)	
Banquets	135
Auditorium	150
Receptions	200
Dances	100

Executive Committee

EXECUTIVE COMMITTEE

Date: December 16, 1966

Time: To be designated in the Supplementary Agenda Material.

Place: To be designated in the Supplementary Agenda Material.

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

EXECUTIVE COMMITTEE

Supplementary Agenda

Date: December 16, 1966

Time: 1:30 p. m.

Place: Castilian Room

Members:

Committee Chairman Bauer
Regent Josey
Regent Brenan
Regent Connally
Regent Heath
Regent Ikard
Regent (Mrs.) Johnson
Regent Olan
Chairman Erwin, Ex Officio Member

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EXEC

Report of Interim Actions

- | | | |
|----|--|---|
| a. | M. D. Anderson Hospital and Tumor Institute: Employment of Doctor Priscilla Prince Saunders (<u>Rules and Regulations, Part One, Chapter III, Section 5.33</u>) (7-M-66) | 3 |
| b. | Arlington State College: Health Center, Issuance of Purchase Orders for Furnishings (8-M-66) | 3 |
| c. | Amendments to 1966-67 Budgets (3-B-66) | |
| | Main University, Items 84-98 | 4 |
| | Texas Western College, Items 3-5 | 6 |
| | Arlington State College, Item 10 | 7 |
| | Southwestern Medical School, Items 11-13 | 7 |
| | M. D. Anderson Hospital and Tumor Institute, Items 17-19 | 8 |
| | Items Referred to the Committee of the Whole | 8 |

REPORT OF INTERIM ACTIONS.-- Since the last meeting of the Board of Regents on November 5, 1966, the Executive Committee in accordance with the procedural policy adopted at the August meeting has approved the following recommendations of the Administration. This report has been prepared by the Secretary of the Board and is submitted for the Board's adoption:

- a. M. D. Anderson Hospital and Tumor Institute: Employment of Doctor Priscilla Prince Saunders (Rules and Regulations, Part One, Chapter III, Section 5.33 (7-M-66))
.-- Approval was given in accordance with the Regents' Rules and Regulations, Part One, Chapter III, Section 5.33 to the request of M. D. Anderson Hospital and Tumor Institute to employ Doctor Priscilla Prince Saunders as a Research Associate in the Section of Research Clinical Pathology at a salary of \$9,000 per year, payable from grant funds. Doctor Saunders' husband, Doctor Grady F. Saunders, is employed as a Junior Assistant Biochemist Instructor in the Department of Developmental Therapeutics at a salary of \$12,500 per year.

- b. Arlington State College: Health Center, Issuance of Purchase Order for Furnishings (8-M-66).-- Approval was given for a purchase order to be issued to the low bidder, Furniture Trends, Fort Worth, Texas, in the amount of \$947.20 for six lamps and eleven pictures for the Health Center, Arlington State College, against Account No. 85-9748-0180 - Arlington State College - Health Center - Equipment.

- c. Amendments to 1966-67 Budgets (3-B-66).-- On the following pages (EXEC - 4 - 8) are proposed amendments to the 1966-67 Budgets and are presented here for ratification by the Board:

MAIN UNIVERSITY
 AMENDMENTS TO 1966-67 BUDGET
 Source of Funds - Departmental Appropriations
 (Unless Otherwise Specified)

Item No.	Explanation	Present Status	Proposed Status	Effective Dates
84.	John H. Battle Linguistics	Humanities Research Associate II	Humanities Research Associate II	
	Salary Rate	\$ 4,800 (1965-66)	\$ 6,468	9/1 - 5/31
	Source of Funds: Current Restricted Funds - Hebrew Development Program			
85.	Willis K. Deming Mathematics	Teaching Assistant	Teaching Assistant	
	Academic Rate	\$ 3,600 (1965-66)	\$ 4,800	9/1 - 1/15
86.	John M. Camden Mathematics	Teaching Associate	Teaching Associate	
	Academic Rate	\$ 4,000 (1965-66)	\$ 5,000	9/1/66
87.	Charles H. Farmer Mathematics	Teaching Associate	Teaching Associate	
	Academic Rate	\$ 4,000 (1965-66)	\$ 5,000	9/1/66
88.	Clement K. H. Young Mathematics	Teaching Associate	Teaching Associate	
	Academic Rate	\$ 4,000 (1965-66)	\$ 5,000	9/1 - 1/15
89.	Thomas J. Gibbs, Jr. Music	Teaching Assistant	Teaching Assistant	
	Academic Rate	\$ 3,200 (1965-66)	\$ 4,400	9/1/66
90.	Gordon R. Goodwin Music	Teaching Assistant	Teaching Assistant	
	Academic Rate	\$ 3,200 (1965-66)	\$ 4,400	9/1/66
91.	Alice W. Hawker Music	Teaching Assistant	Teaching Assistant	
	Academic Rate	\$ 3,400 (1965-66)	\$ 4,400	9/1/66

Item No.	Explanation	Present Status	Proposed Status	Effective Dates
92.	Lois S. Hedges Music	Teaching Assistant	Teaching Assistant	
	Academic Rate	\$ 3,200 (1965-66)	\$ 4,400	9/1/66
93.	Mary E. Janssen Music	Teaching Assistant	Teaching Assistant	
	Academic Rate	\$ 3,200 (1965-66)	\$ 4,400	9/1/66
94.	Charles E. Koch, Jr. Music	Teaching Assistant	Teaching Assistant	
	Academic Rate	\$ 3,200 (1965-66)	\$ 4,400	9/1/66
95.	James H. Mallard Music	Teaching Assistant	Teaching Assistant	
	Academic Rate	\$ 3,200 (1965-66)	\$ 4,400	9/1/66
96.	David J. Pino Music	Teaching Assistant	Teaching Assistant	
	Academic Rate	\$ 3,400 (1965-66)	\$ 4,400	9/1/66
97.	Research in Texas History Transfer of Funds	From Unallocated Travel Account	To: Research in Texas History - Travel	
	Amount of Transfer	\$ 800	\$ 800	-----
98.	Auxiliary Enterprises- University Commons Transfer of Funds	From: Unappropriated Balance (\$4,668) Unappropriated Income (\$54,720)	To: Raw Food Costs General Operating Expense Salaries and Wages - Alumni Center University Commons	\$24,624 3,283 \$17,067 14,414
	Amount of Transfer	\$59,388		<u>31,481</u> \$ 59,388

ARLINGTON STATE COLLEGE
 AMENDMENTS TO 1966-67 BUDGETS
 Source of Funds - Departmental Appropriations
 (Unless Otherwise Specified)

Item No.	Explanation	Present Status	Proposed Status	Effective Dates
10.	Unallocated Accounts Transfer of Funds	From: Unappropriated Balance	To: Departmental Operating Reserve	
	Amount of Transfer	\$10,773	\$10,773	-----

SOUTHWESTERN MEDICAL SCHOOL
 AMENDMENTS TO 1966-67 BUDGETS
 Source of Funds - Departmental Appropriations
 (Unless Otherwise Specified)

Item No.	Explanation	Present Status	Proposed Status	Effective Dates
11.	Donald J. Ritt Internal Medicine	Fellow	Fellow	
	Salary Rate	\$ 6,500	\$ 8,000	11/1/66
	Source of Funds: NIH Grant			
12.	James W. Shorey Internal Medicine	Fellow	Fellow	
	Salary Rate	\$ 6,500	\$ 8,000	11/1/66
	Source of Funds: NIH Grant			
13.	Harry W. Martin Psychiatry	Associate Professor	Associate Professor	
	Salary Rate	\$14,000	\$17,600	1/1/67 *
	Source of Funds: USPHS Grant			

* Effective date originally approved as "11/1/67."

M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE
 AMENDMENTS TO 1966-67 BUDGETS
 ITEM EXPLANATION AND JUSTIFICATION

Item No.	Explanation	Present Status	Proposed Status	Effective Dates
17.	Raul I. Lede Office of Education	Fellow in Anatomical Pathology	Fellow in Anatomical Pathology	
	Salary Rate	\$ 7,000	\$ 8,000	11/8 - 6/30
18.	Muneyasu Urano Office of Education	Fellow in Radiotherapy	Fellow in Radiotherapy	
	Salary Rate	\$ 6,000	\$ 7,000	11/1 - 6/30
19.	Gero S. Von Lefort Medical Communications	Medical Artist	Medical Artist	
	Salary Rate	\$ 5,784	\$ 7,104	11/1/66
	Source of Funds: Reserve for Salaries			

ITEMS REFERRED TO THE COMMITTEE OF THE WHOLE. --
 Items 4T-3 and 2T-3 (Pages C of W - 5 & 27) were referred to the Committee of the Whole since there was a negative vote on each item.

**Academic and Developmental Affairs
Committee**

ACADEMIC AND DEVELOPMENTAL AFFAIRS COMMITTEE

Date: December 16, 1966

Time: To be designated in the Supplementary Agenda Material.

Place: To be designated in the Supplementary Agenda Material.

Members:

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

At this time no items have been submitted for consideration by the Academic and Developmental Affairs Committee.

ACADEMIC AND DEVELOPMENTAL AFFAIRS COMMITTEE

Supplementary Agenda

Date: December 16, 1966

Time: 9:00 a. m.

Place: Normandy A

	<u>Page</u> <u>A & D</u>
1. Main University: Proposed Establishment of the Jesse H. Jones Professorship in Business	3
2. Texas Western College: Special Fee for Late Registration	3

1. MAIN UNIVERSITY: PROPOSED ESTABLISHMENT OF THE JESSE H. JONES PROFESSORSHIP IN BUSINESS.-- Below is a Xerox copy of Chancellor Ransom's recommendation:

Houston Endowment, Inc. has authorized a grant of \$100,000 to be paid in four annual installments of \$25,000 for the establishment of a professorship in the Graduate School of Business.

Chancellor Ransom recommends the acceptance of the initial payment of \$25,000 and Board authorization of the establishment of the Jesse H. Jones Professorship in the Graduate School of Business. Subsequent installments in support of the Professorship will be reported in the Main University docket.

2. TEXAS WESTERN COLLEGE: SPECIAL FEE FOR LATE REGISTRATION.-- Below is a Xerox copy of Chancellor Ransom's recommendation:

The Registration Committee at Texas Western College and President Ray recommend the adoption of the following statement to be included in the 1967-68 catalog:

Special charge for late registration.--Any student registering in an undergraduate division who, in the fall or spring semester, with proper permission, registers after the appointed days for registering in that semester, will be required to pay a special charge of five dollars (\$5.00) to defray the costs of the extra services required to effect his late registration.

This recommended policy is in effect at the Main University, and Chancellor Ransom concurs in the recommendation of President Ray that the Board of Regents authorize the special charge of \$5.00 for late registration.

Buildings & Grounds Committee

BUILDINGS AND GROUNDS COMMITTEE AND
MEDICAL AFFAIRS COMMITTEE

Date: December 16, 1966

Time: To be designated in the Supplementary Agenda Material.

Place: To be designated in the Supplementary Agenda Material.

Members: Buildings and Grounds Committee:
Mrs. J. Lee Johnson III, Chairman
W. H. Bauer
Walter P. Brennan
W. W. Heath
Medical Affairs Committee:
H. Frank Connally, Jr., M. D.,
Chairman
Frank Ikard
Jack S. Josey
Rabbi Olan
Ex Officio Member: Chairman Erwin

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SOUTHWESTERN MEDICAL SCHOOL

1. Approval of Preliminary Plans for the Fred F. Florence Memorial Library and Biomedical Information Center and Appropriation of Associate Architect's Fees Therefor

Below

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

RECOMMENDATIONS TO THE
REGENTS' BUILDINGS AND GROUNDS COMMITTEE AND
MEDICAL AFFAIRS COMMITTEE

November 29, 1966

1. SOUTHWESTERN MEDICAL SCHOOL - APPROVAL OF PRELIMINARY PLANS FOR THE FRED F. FLORENCE MEMORIAL LIBRARY AND BIOMEDICAL INFORMATION CENTER AND APPROPRIATION OF ASSOCIATE ARCHITECT'S FEES THEREFOR.--In accordance with authorizations given at the Regents' Meetings held July 17, 1965, November 24, 1965, May 28, 1966, and July 9, 1966, preliminary plans and outline specifications for the Fred F. Florence Memorial Library and Biomedical Information Center at Southwestern Medical School have been prepared at an overall estimated cost of \$3,000,000.00 and have been approved by the Southwestern Medical School Building Committee, Dean Gill, Mr. V. E. Thompson, Vice-Chancellor Walker, and Chancellor Ransom. It is recommended that they be approved by the Board, with authorization to the Associate Architect, Harrell and Hamilton, to proceed with the preparation of working drawings and specifications. It is further recommended that pending receipt of private gift money and notification of Federal grant award, an advance of \$95,000.00 be made from Permanent University Fund Bond proceeds to cover the Associate Architect's Fee up to the time of bidding.

SUPPLEMENTARY AGENDA
BUILDINGS AND GROUNDS COMMITTEE AND
MEDICAL AFFAIRS COMMITTEE

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MEDICAL BRANCH

2. Appropriation for Land Acquisition

Below

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

SUPPLEMENT TO RECOMMENDATIONS TO
REGENTS' BUILDINGS AND GROUNDS COMMITTEE
AND MEDICAL AFFAIRS COMMITTEE

December 2, 1966

2. MEDICAL BRANCH - APPROPRIATION FOR LAND ACQUISITION.--At the Regents' meetings held September 28, 1963, and January 30, 1965, a total of \$400,000.00 was appropriated from Permanent University Fund Bond proceeds to an account entitled "Appraisal Fees and Negotiation Fees for Land Acquisition and Consulting Architect's Fees and Land Acquisition - Allotment Account." This account now has a very small balance, and in order to cover payments necessary to effect purchases which have already been approved by the Regents, it will be necessary to appropriate additional money to this account. This appropriation will be part of the allocation which has been made by the Regents for the building program at the Medical Branch and is not a request for additional money. It is, therefore, recommended by Dr. Blocker, Mr. V. E. Thompson, Vice-Chancellor Walker, and Chancellor Ransom that the sum of \$100,000.00 be appropriated to the account referred to above from Permanent University Fund Bond proceeds, this being part of the allocation made by the Board from this source to the building program at the Medical Branch.

BUILDINGS AND GROUNDS COMMITTEE

Date: December 16, 1966

Time: Time to be designated in the Supplementary Agenda Material.

Place: Time to be designated in the Supplementary Agenda Material.

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

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MAIN UNIVERSITY

1. Approval of Final Plans and Specifications for Physics, Mathematics, and Astronomy Building 2
2. Remodeling and Renovating Moore-Hill Hall 2
3. Appropriation of Architects' Fees for Lyndon Baines Johnson Library and East Campus Library and Research Building 3

ARLINGTON STATE COLLEGE

4. Ratification of Contract Award for West Campus Parking Lot 3
5. Award of Contract for Landscaping Certain Areas of the Campus 3

TEXAS WESTERN COLLEGE

6. Approval of Final Plans and Specifications for Addition to Library 4

SYSTEM-WIDE

7. Resolution Re Signature on Behalf of The University of Texas in Connection with Federal Grants 4

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

RECOMMENDATIONS TO THE
REGENTS' BUILDINGS AND GROUNDS COMMITTEE

November 29, 1966

1. MAIN UNIVERSITY - APPROVAL OF FINAL PLANS AND SPECIFICATIONS FOR PHYSICS, MATHEMATICS, AND ASTRONOMY BUILDING.--In accordance with authorization given at the Regents' Meetings held October 7, 1965, and April 2, 1966, working drawings and specifications have been completed for the Physics, Mathematics, and Astronomy Building at the Main University by the Associate Architect for the project, George L. Dahl, Inc. These final plans and specifications have been approved by the Main University Faculty Building Committee, Mr. V. E. Thompson, Vice-Chancellor Hackerman, Vice-Chancellor Walker, and Chancellor Ransom, and it is recommended that they be approved by the Board. Application is pending for a Federal grant on this building, and it is further recommended that authorization be given to the Director of Facilities Planning and Construction to advertise for bids on this project when notice is received of a grant award, these bids to be presented to the Board for consideration at a later meeting.

2. MAIN UNIVERSITY - REMODELING AND RENOVATING MOORE-HILL HALL.--A recommendation has been made by Mr. F. C. McConnell, Director of the Division of Housing and Food Service at the Main University, that the lighting and acoustics in Moore-Hill Hall be improved and that the lecture room in the basement, formerly used by the Athletic Department, be converted to three student rooms and a bath to house six students. Coach Darrell Royal concurs in this recommendation.

The estimated cost of this remodeling and renovating is \$43,000.00, as shown below:

Moore Hall

1) Carpeting corridors	\$15,500.00
2) Acoustical treatment of corridor ceilings	4,300.00
3) Improvements to lighting	4,200.00

Hill Hall

1) Carpeting corridors	5,600.00
2) Acoustical treatment of corridor ceilings	2,000.00
3) Improvements to lighting	1,100.00
4) Convert lecture room to three student rooms and bath - including furniture	<u>10,300.00</u>
	<u>\$43,000.00</u>

It is recommended by Main University Business Manager Colvin, Mr. V. E. Thompson, Vice-Chancellor Hackerman, Vice-Chancellor Walker, and Chancellor Ransom that the remodeling and renovating as outlined above be approved and that an appropriation of \$43,000.00 be made from Account No. 28-8328-F - Reserve - Division of Housing and Food Service - Major Repairs, Remodeling and Replacement, and Operating Reserve to cover the total estimated cost of the project. It is further recommended that this project be handled by the Main University Physical Plant staff and that Business Manager Colvin be authorized to sign any contracts necessary after approval by Mr. V. E. Thompson and Vice-Chancellor Walker.

3. MAIN UNIVERSITY - APPROPRIATION OF ARCHITECTS' FEES FOR LYNDON BAINES JOHNSON LIBRARY AND EAST CAMPUS LIBRARY AND RESEARCH BUILDING.--In accordance with actions taken by the Board at various meetings, including meetings held August 28, 1965, October 7, 1965, and January 15, 1966, the joint firms of Skidmore, Owings, and Merrill and Brooks, Barr, Graeber, and White have been preparing plans and specifications for the Lyndon Baines Johnson Library and the East Campus Library and Research Building at the Main University. Since no appropriation has yet been made for Architects' Fees for this project it is now recommended by Mr. V. E. Thompson, Vice-Chancellor Hackerman, Vice-Chancellor Walker, and Chancellor Ransom that the sum of \$675,000.00 be appropriated to this project from Permanent University Fund Bond proceeds to cover Architects' Fees in the amount of 6% and preliminary expenses on the project.

4. ARLINGTON STATE COLLEGE - RATIFICATION OF CONTRACT AWARD FOR WEST CAMPUS PARKING LOT.--In accordance with authorization given at the Regents' Meeting held July 9, 1966, bids were called for and were opened and tabulated on November 8, 1966, for the West Campus Parking Lot at Arlington State College, as shown below:

Bidder	Bidder's Bond	Base Bid
R. W. Gibbins, Inc. Fort Worth, Texas	5%	\$6,760.00
S. R. O. Asphalt, Inc., Arlington, Texas	5%	7,044.00
Texas Bitulithic Company, Fort Worth, Texas	5%	9,587.00
Worth Construction Company, Fort Worth, Texas	5%	9,407.00

At the Meeting held November 5, 1966, a Committee, consisting of President Woolf, Mr. V. E. Thompson, and Vice-Chancellor Walker, was appointed to award a contract on this project within the amount of money appropriated. In accordance with this authorization, the Committee awarded a contract in the amount of \$6,760.00 to the low bidder, R. W. Gibbins, Inc., Fort Worth, Texas, this bid being within the amount of \$8,000.00 appropriated for the project. It is recommended that the Board ratify the action taken by the Committee as outlined above.

5. ARLINGTON STATE COLLEGE - AWARD OF CONTRACT FOR LANDSCAPING CERTAIN AREAS OF THE CAMPUS.--In accordance with authorization given by the Regents at the meeting held October 1, 1966, bids were called for and were opened and tabulated on November 22, 1966, as shown below, for Landscaping Certain Areas of the Campus at Arlington State College:

Bidder	Bidder's Bond or Cashier's Check	Base Bid
Joe Adams and Son, Fort Worth, Texas	5% Bond	\$47,597.00
Fred Germany Nursery, Fort Worth, Texas	5% Bond	50,650.00
North Haven Gardens, Dallas, Texas	5% Bond	58,928.00
Williams Specialty Company, Fort Worth, Texas	\$2,447.00 C.C.	48,937.00

It is recommended by President Woolf, Mr. V. E. Thompson, Vice-Chancellor Walker, and Chancellor Ransom that a contract award be made in the amount of \$47,597.00 to the low bidder, Joe Adams and Son, Fort Worth, Texas, this award being within the estimated cost of \$50,000.00. It is further recommended that appropriations be made from sources as shown below to cover the cost of this project:

Account No. 85-9748-0099 - Arlington State College - Health Center - Allotment Account	\$ 2,798.34
Account No. 85-9746-0099 - Arlington State College - Theater Building - Allotment Account	13,819.09
Account No. 85-9799-9902 - Arlington State College - Unallocated Proceeds - Student Fee Bonds	715.79
Account No. 85-9799-9906 - Arlington State College - Unallocated Proceeds - Student Fee Revenue Bonds - Series 1966	12,842.05
Account No. 85-9799-9907 - Arlington State College - Unallocated Proceeds - Student Fee Revenue Bonds - Series 1966 - Skiles Act	4,166.76
Account No. 85-9799-9903 - Arlington State College - Unallocated Proceeds - Local Funds	<u>15,657.97</u>
Total	<u>\$50,000.00</u>

6. TEXAS WESTERN COLLEGE - APPROVAL OF FINAL PLANS AND SPECIFICATIONS FOR ADDITION TO LIBRARY.--In accordance with authorization given at the Regents' Meeting held February 26, 1966, working drawings and specifications for the Addition to the Library Building at Texas Western College have been prepared by the Associate Architect on the project, Carroll and Daeuble and Associates, and have been approved by the Texas Western College Building Committee, President Ray, Mr. V. E. Thompson, Vice-Chancellor Walker, and Chancellor Ransom. It is recommended that these final plans and specifications be approved by the Board, with authorization to the Director of the Office of Facilities Planning and Construction to advertise for bids to be presented to the Board for consideration at a later meeting.

7. SYSTEM-WIDE - RESOLUTION RE SIGNATURE ON BEHALF OF THE UNIVERSITY OF TEXAS IN CONNECTION WITH FEDERAL GRANTS.--At the Regents' Meeting held January 15, 1966, a resolution was passed granting authority to E. D. Walker as Director of the Office of Facilities Planning and Construction to sign documents on behalf of The University of Texas in connection with Federal grants awarded for construction purposes. It is now desired to bring this resolution up to date by substituting the name of the present Director of the Office of Facilities Planning and Construction. It is, therefore, recommended by Vice-Chancellor Walker and Chancellor Ransom that the following resolution be passed, superseding the one passed on January 15, 1966:

BE IT RESOLVED, that V. E. Thompson, Director of Facilities Planning and Construction of The University of Texas, be and he is hereby, authorized, empowered, and directed to execute all documents relating to the acquisition and the use of monies received from the Federal Government and Texas State Health Department in connection with construction grant awards, and to do any and all other necessary acts and things in connection therewith, and any and all such acts and deeds done or caused to be done by the Director, V. E. Thompson, are hereby ratified, approved, and confirmed as the acts and deeds of the Board of Regents of The University of Texas.

SUPPLEMENTARY AGENDA
BUILDINGS AND GROUNDS COMMITTEE

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MAIN UNIVERSITY	
8. Men's Intramural Fields	6
9. Appointment of Engineers for Utilities Expansion	6
ARLINGTON STATE COLLEGE	
10. Appointment of Engineers for Expansion of Utilities	6
TEXAS WESTERN COLLEGE	
11. Approval of Remodeling for Data Analysis Center	7

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

SUPPLEMENT TO RECOMMENDATIONS TO
REGENTS' BUILDINGS AND GROUNDS COMMITTEE

December 2, 1966

8. MAIN UNIVERSITY - MEN'S INTRAMURAL FIELDS.--After award of all contracts, there is a balance remaining in the Allotment Account for the Men's Intramural Fields at the Main University of approximately \$21,000.00. In order to take care of some items which were originally omitted from the plans because it was thought there were not sufficient funds to cover them, it is recommended by Dean Holland, Mr. V. E. Thompson, Vice-Chancellor Hackerman, Vice-Chancellor Walker, and Chancellor Ransom that authorization be given to use this remaining money for a gravel parking area, an implement storage shed, and the purchase of bleachers. It is further recommended that plans and specifications for these items be prepared by the Office of Facilities Planning and Construction, and that authorization be given to a Committee, composed of Dean Holland, Mr. V. E. Thompson, and Vice-Chancellor Walker, to approve these plans and specifications, call for bids, and award whatever contracts and/or purchase orders are necessary within the funds available.

9. MAIN UNIVERSITY - APPOINTMENT OF ENGINEERS FOR UTILITIES EXPANSION.--In accordance with authorization given by the Regents at the meeting held November 5, 1966, negotiations were conducted with Engineers for the Utilities Expansion at the Main University, covering the erection of two water chilling stations, construction of an addition to the power plant building and installation of 300,000 pound boiler, and expansion of steam, chilled water, and electrical distribution systems, all as approved at the meeting held August 27, 1966. It is now recommended by Mr. V. E. Thompson, Vice-Chancellor Hackerman, Vice-Chancellor Walker, and Chancellor Ransom that the Engineering firm of Brown and Root, Houston, Texas, be appointed as the Engineer to prepare the plans and specifications necessary to effect the work referred to above, at an overall fee of 6%. It is understood that these plans and specifications will be brought back to the Board for approval at a later meeting. It is further recommended that an appropriation of \$270,000.00 be made from Permanent University Fund Bond proceeds to cover these Engineer's Fees.

10. ARLINGTON STATE COLLEGE - APPOINTMENT OF ENGINEERS FOR EXPANSION OF UTILITIES.--At the Regents' meeting held July 9, 1966, the Master Plan for Arlington State College was approved, which contemplates an expansion of the Central Heating and Cooling Plant, and expansion of utility distribution systems, etc. At that same meeting the firm of Yandell, Cowan, Love, and Jackson, Inc., was appointed as Engineer to make a survey of the above needs at a fee of \$10,000.00.

It is necessary to start to work as soon as possible on the plans for the expansion of utilities to serve buildings which have been authorized. It is recommended by President Woolf, Mr. V. E. Thompson, Vice-Chancellor Walker, and Chancellor Ransom that the firm of Yandell, Cowan, Love, and Jackson, Inc., be appointed as engineers for these projects at a fee of 6%. Since this firm is now making a survey of the utilities requirements for Arlington they will be eminently familiar with these requirements. Also, this firm has offered a reduction in their fee for making the utility survey if they are subsequently appointed as project engineers on the utility expansion.

Engineers' fees for this work were appropriated at the Board of Regents' meeting on November 5, 1966. It is estimated that the cost of this utility expansion will not exceed \$500,000.00. This project is included in the Master Plan for Arlington State College. Funds will be available from proceeds of Ad Valorem Tax Bonds and Federal Matching Funds.

11. TEXAS WESTERN COLLEGE - APPROVAL OF REMODELING FOR DATA ANALYSIS CENTER.--At the Regents' Meeting held November 5, 1966, all bids were rejected for the construction of an Addition to the Data Analysis Center at Texas Western College. In connection with the expansion necessary for the Data Analysis Center, the following recommendations have been made by President Ray, and are concurred in by Mr. V. E. Thompson, Vice-Chancellor Walker, and Chancellor Ransom:

1. That the Computer and Tabulation Equipment be housed on the third floor of the present Physics Building, with the administrative functions of this center still to be housed at the present location.

2. That two existing classrooms on the third floor of the Physics Building containing approximately 1,600 square feet be remodeled to accommodate the Computer and Tabulation Equipment of the Data Analysis Center.

3. That when the Physical Sciences-Mathematics Building is completed, and the Physics Department moves out of the present Physics Building, that portion of the third floor necessary to house the remainder of the Data Analysis Center operation be remodeled for such use.

4. That the remaining balance of the \$40,000.00 originally appropriated for the Addition to the Data Analysis Center be appropriated for the purpose of the remodeling required for both phases of this project.

5. That the plans and specifications for all the remodeling be prepared by the Office of Facilities Planning and Construction, with authority to a Committee, composed of President Ray, Mr. V. E. Thompson, and Vice-Chancellor Walker, to approve the plans and specifications and to issue whatever purchase orders are necessary in connection with this work, it being understood that part of the work will be performed by the Physical Plant staff of Texas Western College.

Medical Affairs Committee

MEDICAL AFFAIRS COMMITTEE

Date: December 16, 1966

Time: To be designated in the Supplementary Agenda Material.

Place: To be designated in the Supplementary Agenda Material.

Members:

Regent Connally, Chairman
Regent Ikard
Regent Josey
Regent Olan
Chairman Erwin, Ex Officio Member

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1. SOUTHWESTERN MEDICAL SCHOOL: CONSULTATION
PRIVILEGES FOR FULL TIME FACULTY.--

Chancellor Ransom concurs in the recommendation of Dean Gill and Vice-Chancellor LeMaistre that the following policy for the Southwestern Medical School faculty be adopted pursuant to the over-all policy adopted by the Board of Regents at the November 4 - 5, 1966 meeting:

It is understood by all members of the Faculty of The University of Texas Southwestern Medical School at Dallas that their primary task consists of teaching and research. No other activities shall be permitted to interfere with the satisfactory performance of these functions. On the other hand, it is also generally recognized that physicians within and outside Dallas may wish to have available to them and to their patients the services of full-time faculty members as consultants. It is also generally recognized that salaries paid to full-time medical school faculty are often insufficient to attract and hold men of the highest caliber. Therefore, consultation privileges will be afforded full-time faculty members under the following framework:

- (1) All patients must be referred by a practicing physician except for employees of the Medical School, Parkland Hospital, Children's Medical Center, or any other hospital having teaching affiliation agreements with the Medical School, and their immediate families and medical students and their immediate families. Relationships between the referring physician and the consultant and the consultant and the patient will be in keeping with the highest ethical standards. The wishes of the referring physician will be followed in so far as diagnostic work, the institution and completion of therapy, hospitalization, and the calling in of additional consultants are concerned.
- (2) No full-time faculty member shall have patients admitted under his name in any hospital other than Parkland Hospital, Children's Medical Center, or any other hospitals having teaching affiliation agreements with the Medical School. Full-time faculty members shall have the privilege of admitting properly referred patients to Parkland Hospital or the Children's Medical Center, or any other hospital having teaching affiliation agreements with the Medical School, and shall be responsible for such patients until circumstances permit the return of the patients to the referring physician.
- (3) It is understood that the private patients of full-time faculty members shall pay the hospital for all services given by the hospital in the same manner in which any other private patients shall pay.
- (4) Full-time faculty members shall charge fees which compare to those charged by physicians of comparable training in the community, taking due account of the services rendered and the patient's economic status.
- (5) It seems desirable to set a limitation upon the income which full-time faculty members may receive from consultation. This maximum includes consultation fees received from referred private consultation, Veterans Administration

Hospitals and clinics, military or national agencies, and the like. These limitations are subject to revision by the Dean's Advisory Council, with the approval of the Dean and the Board of Regents, as economic circumstances may justify. The upper limitations are:

Professor	\$ 15,000 per year
Associate Professor	\$ 10,000 per year
Assistant Professor	\$ 10,000 per year
Instructor	\$ 7,500 per year

Any consultation income over and above the limitations prescribed above shall accrue to a departmental research or trust fund in the medical school previously established with the approval of the Dean, the Chancellor, and the Board of Regents.

(6) In the implementation of this policy each full-time faculty member is required to furnish to the Board of Regents, through the Dean and the Chancellor, annually a report of his consultation income for the calendar year.

(7) Outside employment and consultation of full-time faculty other than in medical consultation, as described and limited above, may be undertaken only when in conformance with University policy and approved in advance by the Dean with the concurrence of the Chancellor of the University.

MEDICAL AFFAIRS COMMITTEE

Supplementary Agenda

Date: December 16, 1966

Time: 10:00 a. m.

Place: Normandy A

No items have been submitted for the Medical Affairs Committee since the Material Supporting the Agenda was distributed.

Committee of the Whole

COMMITTEE OF THE WHOLE
Chairman Erwin, Presiding

Date and Time: December 16, 1966. Time to be designated in the
Supplementary Agenda Material.

Place: To be designated in the Supplementary Agenda Material.

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COMMITTEE OF THE WHOLE
Chairman Erwin, Presiding

- A. REPORTS AND SPECIAL ITEMS BY CHANCELLOR RANSOM
(Orange Book -- Items not Listed on Agenda -- Executive Session)

- B. REPORTS AND SPECIAL ITEMS BY REGENTS (Not Listed on
Agenda -- Executive Session)
 - 1. Chairman Frank C. Erwin, Jr.

 - 2. Vice-Chairman Jack S. Josey

 - 3. Regent W. H. Bauer

 - 4. Regent Walter P. Brennan

 - 5. Regent H. F. Connally, Jr., M. D.

 - 6. Regent W. W. Heath

 - 7. Regent Frank N. Ikard

 - 8. Regent (Mrs.) J. Lee Johnson III

 - 9. Regent Levi A. Olan

- C. REPORTS AND SPECIAL ITEMS RELATING TO INSTITUTIONS OUT OF AUSTIN (Items on Agenda and Emergency Items, both of which have been previously cleared with the Chancellor for presentation.) See Item "C" in Supplementary Agenda for additional items in this category.

1. Texas Western College (Doctor Ray)

Increase in Deposit for Dormitories and
Married Student Housing. --

Texas Western College presently requires a \$10.00 deposit for dormitory room and \$10.00 for married student housing. President Ray recommends that the \$10.00 deposit be increased to \$25.00 effective September 1, 1967.

Vice-Chancellors Walker and Landrum concur in Dr. Ray's recommendation to Dr. Ransom that the Board approve the increase in deposit effective September 1, 1967.

2. Arlington State College (Doctor Woolf)

3. Medical Branch (Doctor Blocker)

Permission for Wiktor W. Nowinski to Travel. -- One negative vote was received on Executive Committee Item 4T-3 (original recommendation set out below) requesting permission for Doctor Nowinski to go to Montevideo, Uruguay for the period May 1 - June 27, 1967. According to the procedure followed in the Executive Committee, any item receiving one negative ballot is referred to the Committee of the Whole for consideration.

To Chancellor Harry Ransom:

No. 4 T-3

In compliance with the Rules and Regulations of the Board of Regents, Part Two, Chapter III, Subsections 13.22 and 13.23, page 15, I should like to present for your approval, and recommendation to the Executive Committee where appropriate, the following travel item: Surgery, Univ. of Tex.

NAME AND TITLE: Wiktor W. Nowinski, Res. Prof. of Biochem., Dept. of / Medical Branch

PERIOD OF ABSENCE: May 1 - June 27, 1967

DESTINATION: Montevideo, Uruguay

PURPOSE: Fulbright Visiting Professor, National University of Uruguay: from May 1 through May 31, 1967 and adjoining 18 working days of vacation: June 1 through June 27, 1967

SOURCE OF SALARY DURING ABSENCE: Budget

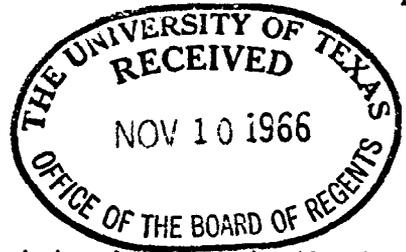
SOURCE OF FUNDS FOR TRAVEL EXPENSES: Comm. on Internat. Exchange of Sci. Pers., Nat. Res. Council.

ESTIMATED EXPENSES TO BE REIMBURSED: -- TRANSPORTATION: -- PER DIEM (-- Days)

DISPOSITION OF WORK DURING ABSENCE: Biochem: W. C. Mahaffey, M. Sc.; Cell Biol: J. P. G. Williams M. Sc.

JUSTIFICATION:

To give lectures to medical and graduate students on latest developments in cell metabolism, to have round table conferences and seminars. Instruct in the concept of ultramicrochemical techniques.



If reimbursement is to be from General Funds, will the remaining balance in the travel account charged be adequate for the balance of the fiscal year? Yes; No. If no, attach a statement justifying overspending the original budget.

Date

Warren H. Hudson
Institutional Head

APPROVED: 11/9/66
Date

DISAPPROVED: _____
Date

Harry Ransom
Harry Ransom, Chancellor
For the Chancellor

REMARKS:

4. Dental Branch (Doctor Olson)

5. M. D. Anderson Hospital and Tumor
Institute (Doctor Clark)

6. Southwestern Medical School

Amendments to 1966-67 Classified
Personnel Pay Plan. --

Chancellor Ransom concurs in the recommendation of Dean Gill and System Personnel Adviser Kennedy that the following adjustments be made to the Classified Personnel Pay Plan at the Southwestern Medical School effective January 1, 1967:

ADD:

<u>Code No.</u>	<u>Classification</u>	<u>Monthly Range</u>	<u>Annual Range</u>	<u>Step No.</u>
2303	Medical Photographic Technician III	514-650	\$6168-7800	30

CHANGE:

From:

2301	Medical Photographic Technician I	267-335	3204-4020	16
2302	Medical Photographic Technician II	319-400	3828-4800	20
2320	Medical Art Technician I	267-335	3204-4020	16
2321	Medical Art Technician II	319-400	3828-4800	20
2322	Medical Art Technician III	400-514	4800-6168	25

TO:

2301	Medical Photographic Technician I	319-419	3828-5028	20
2302	Medical Photographic Technician II	419-539	5028-6468	26
2320	Medical Art Technician I	319-419	3828-5028	20
2321	Medical Art Technician II	419-539	5028-6468	26
2322	Medical Art Technician III	514-650	6168-7800	30

This recommendation is the result of a study made by a faculty committee; and Mr. Kennedy advises that the rates currently in effect are inadequate and that the recommended rates are conservative when compared with the rates for similar positions at the Medical Branch, South Texas Medical School, and M. D. Anderson Hospital.

7. South Texas Medical School (Doctor Pannill)

8. Graduate School of Biomedical Sciences at
Houston (Doctor Arnim)

9. Division of Continuing Education (Doctor Taylor)

D. SPECIAL ITEMS

1. SYSTEM-WIDE: 1967-68 CLASSIFIED PERSONNEL PAY PLAN (AMENDMENTS TO 1966-67 PLAN).-- The Administration recommends that the 1966-67 Classified Personnel Pay Plan with certain proposed amendments, effective September 1, 1967, be adopted as the 1967-68 Classified Personnel Pay Plan. The amendments as proposed by the Administration are in a separate bound volume.

As a matter of convenience, there is set out below a Xerox Copy of the Administration's recommendations regarding the proposed amendments in the separate bound volume.

Chancellor Ransom concurs in the recommendations of the respective institutional heads; Mr. J. C. Kennedy, System Personnel Adviser; and Vice-Chancellors Walker and Landrum that the recommended changes in the 1966-67 Classified Personnel Pay Plans to become effective September 1, 1967, be approved as presented:

Central Administration and Main University
Texas Western College
Arlington State College
Medical Branch
Dental Branch
M. D. Anderson Hospital and Tumor Institute
Southwestern Medical School
Graduate School of Biomedical Sciences and Division of Continuing Education (same as M. D. Anderson)

Also, we recommend adoption of the Classified Personnel Pay Plan as presented for South Texas Medical School in San Antonio. Prior to this time, the Main University Classified Personnel Pay Plan has been in effect at the South Texas Medical School.

The recommended adjustments are submitted for approval in order that they may be used in preparation of the 1967-68 budget drafts. Extensive studies have been conducted by the respective personnel offices; and in arriving at the recommendations, we have taken into account the State Classification Plan, numerous surveys which we have conducted or in which we have participated, as well as pay schedules of other institutions and prevailing rates in the applicable area of competition.

In the proposed recommended changes we show a comparable State range where applicable. We feel that the recommended changes in the Classified Personnel Pay Plans are necessary for us to maintain a competitive position for qualified applicants in the current market. We have not adjusted all of our classes in any institutional plan, because we have considered each classification on its own merits and have included recommendations for changes according to the individual requirements of each classification.

We wish to point out that we are aware of the statements made by the Governor and other State officials concerning proposed significant salary increases for State employees effective September 1, 1967. However, in making our recommendations, we have not provided a cost of living scale adjustment. Although we concur in the need for extensive salary adjustments, we will wait until the Legislature has acted on the State proposals and then make a reappraisal of the adjustments that should be made in the University's Pay Plan in keeping with our Legislative appropriations.

2. SYSTEM-WIDE: FAIR LABOR STANDARDS ACT--AMENDMENTS OF 1966

A summary of important provisions of the amendments to the Fair Labor Standards Act that will affect The University of Texas is reproduced below for your information:

THE UNIVERSITY OF TEXAS
System Personnel Office
Austin, Texas

November 16, 1966

FAIR LABOR STANDARDS ACT
Amendments of 1966

The 1966 amendments to the Fair Labor Standards Act was passed by Congress and will bring employees of institutions of higher education, whether public or private, under the Law's provision of minimum wages and overtime pay for the first time. This Act is generally referred to as the Minimum Wage Law. A summary of the important provisions follow:

1. Minimum Rates of Pay

<u>Date</u>	<u>Applicable to UT</u>	<u>Applicable to Competition (Concerns Previously Covered)</u>
Feb. 1, 1967	\$1.00 an hour	\$1.40
Feb. 1, 1968	1.15 an hour	1.60
Feb. 1, 1969	1.30 an hour	1.60
Feb. 1, 1970	1.45 an hour	1.60
Feb. 1, 1971	1.60 an hour	1.60

2. Overtime--Overtime pay at the rate of time and one-half the regular rate is required for workweek hours over:

44 hours a week beginning February 1, 1967
42 hours a week beginning February 1, 1968
40 hours a week beginning February 1, 1969

3. Eligible employees--Bona fide executive, administrative, and professional employees are exempt from the minimum wage and overtime requirements of the Fair Labor Standards Act, if they meet certain requirements. All other employees are covered by the provisions of the Act. Whether an employee is exempt depends on his duties and responsibilities and the salary he is paid. The title does not make him exempt.

4. Record Keeping--Every employer shall maintain and preserve payroll or other records containing very detailed and accurate information and data with respect to each and every employee to whom section 6 or both sections 6 and 7 (a) of the Act apply.

The minimum pay schedule will have little or no effect on the University effective February 1, 1967, since most of our rates are \$1.00 an hour or more. In future years, however, the minimum rate of pay will have a somewhat drastic effect on our pay plans and budgets. The overtime pay provision and the required record keeping will create an additional expense for the University. The Business Manager and Personnel Officer of each institution in the University System will meet in Austin on December 15 with officers of Central Administration to formulate uniform time sheets, regulations, and procedures in order to comply with the provisions of the Act which will become effective on February 1, 1967. Probably at the January meeting of the Board of Regents we will have additional information and items for action by the Board.

3. SYSTEM-WIDE: 1967-68 BUDGET POLICIES AND LIMITATIONS;
BUDGET RULES AND PROCEDURES FOR 1967-68.--

Proposed Budget Policies and Limitations and the Budget Rules and Procedures for 1967-68 have been review by the Business Management Council and the Central Administration staff. The major changes recommended are:

The number sequence for the Budget Rules and Procedures has been rearranged for a more logical sequence: The changes recommended, other than editorial, are as follows:

Item 3. (Previous Item 11).

- (2) Increases the monthly salary control point for docket reporting to \$750 per month in lieu of \$600 per month.
- (3) Establishes a ceiling of \$500 for transfers of funds which do not increase the institutional budgets. Transfers in excess of this amount to be approved by the Chancellor and reported in the docket, and transfers less than \$500 each to be locally approved.

Item 4. (Previous Item 12).

- (5) Adds "Fellows" at the Medical and Dental Institutions to the array of Teaching Associates, Teaching Assistants, and Academic Assistants; and gives Institutional Heads authority to appoint within these categories at salary rates previously approved by the Board, irrespective of the \$1,000 salary increase provisions contained in Rule 2 (1), if the appointment is made at the minimum of the range.

Board approval is requested at this time in order that each institution may proceed with the preparation of the initial draft of their 1967-68 operating budget.

Chancellor Ransom concurs in the recommendation of Budget Officer Graydon and Vice-Chancellor Walker that the following budget policies, limitations, rules and procedures be approved for 1967-68:

1967-68 BUDGET POLICIES AND LIMITATIONS

Institutional Heads are to write the "first" draft of their operating budgets conservatively within the total of funds included in the Legislative Budget Request for the Year 1967-68.

Inasmuch as the amount of General Revenue Funds to be appropriated for writing the 1967-68 operating budgets is unknown at this time, Institutional Heads are to draft their budgets in accordance with the policy limitations listed below and must be prepared to reduce their recommended expenditures in the event that actual appropriations do not meet the level set forth in the preliminary draft.

1. Over-all budget totals, including reasonable reserves, must be limited to the funds available for the year.
2. Selective merit salary advances should be provided for the faculty and professional staff. In the case of faculty, merit advances should be on the basis of teaching or teaching and research.

- Amended
3. Merit salary advances for classified personnel who have been in the position for at least six months should not exceed 1/2 of the total institutional staffs.
 4. New positions should be provided only where increased work-load justifies.
 5. Maintenance, Operation, and Equipment items should be based only on such amounts as are needed, but increases are not to exceed 15% in total over amounts budgeted in 1966-67.

Justify all increases in Maintenance and Operation and Travel with performance type data. Prior year expenditures are not to be considered as adequate justification.

6. Travel funds are to be shown as separate line items.
7. All requests for Special Equipment must be supported with detailed description and justification.

Inasmuch as a needed "cost of living" adjustment for classified personnel is not provided for in the 1967-68 Budget Policies, recommendations for implementation of such adjustment will be made to the Board for consideration after Legislative Appropriations for 1967-68 are known.

BUDGET RULES AND PROCEDURES

1967-68

1. All appointments are subject to the provisions of the Regents' Rules and Regulations for the Government of The University of Texas.

2. ITEMS REQUIRING APPROVAL OF THE BOARD OF REGENTS (through the Executive Committee).

- (1) A salary rate increase of \$1,000 or more to an individual requires the approval of the Chancellor and the Board of Regents; provided, however, a salary rate increase resulting from an appointment to another classification or to a position involving new and different duties is subject to the approval of the Chancellor, and subsequent reporting to the Board of Regents through the Docket.
- (2) Any transfer into an account containing the word "travel" requires the approval of the Chancellor and the Board of Regents.
- (3) Any transfer from Unappropriated Balance requires the approval of the Chancellor and the Board of Regents.

3. ITEMS REQUIRING APPROVAL OF THE CHANCELLOR and subsequent reporting to the Board of Regents through the Docket. (Subject to Item 2).

- (1) Appointments to or promotions within tenure ranks.

- (2) Appointments, resignations, leaves of absence, and salary rate increases (including faculty grants and awards) involving positions having a full-time monthly salary rate of \$750 or more.
- (3) Transfers of \$500 or more increasing a departmental line-item appropriation:
 - (a) Transfers from any institutional Unallocated Account.
 - (b) Inter-departmental transfers.
 - (c) Transfers between dissimilar appropriations.

4. ITEMS REQUIRING APPROVAL OF THE INSTITUTIONAL EXECUTIVE HEAD ONLY.
(Subject to Items 2 and 3).

- (1) Budget transfers that increase a departmental line-item appropriation by less than \$500.
- (2) Budget transfers between "similar" line-item appropriations within a department.
- (3) Transactions involving positions having a full-time monthly salary rate of less than \$750.
- (4) Changes in sources of funds, changes in time assignments, and other changes in status for individuals having a full-time monthly salary rate of \$750 or more provided no increase in the individual's salary rate is involved.
- (5) Transactions involving Teaching Associates, Teaching Assistants, and Academic Assistants (at the Academic Institutions), and Fellows (at the Medical and Dental Institutions) if employed at position salary rates approved in advance by the Board of Regents; item 2 (1) notwithstanding when the initial appointment at this rank is made at the minimum of the salary range.
- (6) Transactions involving employees paid on an hourly-rate basis.

5. EFFECTIVE DATE OF APPOINTMENTS AND SALARY INCREASES

- a. The effective date of an appointment is the date on which the individual is first to perform service for the institution under that appointment.
- b. The original appointment during a fiscal year of a person not in a budget for that year or not under an existing appointment for that year can relate back to the first performance of duties during the fiscal year although such person may have been employed in a previous fiscal year and although an increased salary rate for the same classification or position is involved.

- c. A salary rate increase resulting from an appointment to another classification or to a position involving new and different duties can be made effective to the time of the first performance of duties under the new appointment.
- d. Any increase in an approved salary rate for the current fiscal year without a change in classification or position can not become effective prior to the first day of the month in which the required final approval of the rate change is obtained.

6. Any transfer shall be made only after careful consideration of the allocations, transfer limitations, and general provisions of the appropriation bill.

7. The established merit principle has been observed in determining salary rates.

8. All academic salary rates in the instructional departments of the academic institutions are nine-month rates (September 1 - May 31) unless otherwise specified. In the medical and dental institutions, all salary rates are twelve-month rates unless otherwise specified.

9. All appointments of classified personnel are based on twelve-month rates and are made within appropriate salary ranges and on salary steps as defined by the classified personnel program approved by the Board of Regents.

10. Compensation for continuing personal services (for a period longer than one month), though paid for on an hourly basis, is not to be paid out of maintenance and equipment, or like appropriations, except upon specific approval of the Executive Head of the Component Institution.

11. All maintenance and operation, equipment, and travel appropriations are for twelve months (September 1 - August 31) and should be budgeted and expended accordingly.

12. Traveling expenses may be paid only out of appropriations containing the word "travel" except upon the specific approval of the Executive Head of the Component Institution; such approval is to be reported in the next regular docket.

13. All appropriations not actually expended or encumbered by August 31 will automatically lapse to the Unappropriated Balance Account.

14. Credits for Sales and Services should be reported as General Budget Income. Such Credits for Sales and Services are not automatic to departmental appropriations. Established Revolving Funds are exceptions to this general rule.

15. Budgeted expenditures authorized from sources of funds other than General Budget Funds are contingent upon receipt of such funds. Appointments from such fund sources will not become an obligation of the Component Institution in the event the supplemental or grant funds are not realized. Appointments paid from Government or Private Contracts may not be made for periods less than ten (10) consecutive days.

16. TERMINOLOGY:

(1) Line-item Appropriation.

"Appropriation Items" listed in the departmental budgets which add to the "Total Appropriations." Not included are items shown in the "Salary Roster" portion of the budget.

(2) Similar Appropriations (Coded in the Budget).

Examples of similar appropriations are: (a) "Faculty Salaries" and "Teaching Assistants," and (b) "Maintenance and Operation" and "Equipment."

(3) Dissimilar Appropriations (Coded in the Budget).

Generally this term refers to different object classifications. Examples of dissimilar appropriations are: (a) "Faculty Salaries" and "Classified Personnel Salaries," and (b) "Maintenance and Operation" and "Travel."

COMMITTEE OF THE WHOLE
Chairman Erwin, Presiding

Supplementary Agenda

Date and Time: December 16, 1966

Place: Castilian Room

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C. REPORTS AND SPECIAL ITEMS RELATING TO INSTITUTIONS
OUT OF AUSTIN

4. ARLINGTON STATE COLLEGE: RECOMMENDED INCREASE IN DORMITORY ROOM RENT
-- Below is a Xerox copy of Chancellor Ransom's recommendation:

Vice-Chancellor Walker and Chancellor Ransom concur in the recommendations of President Woolf as contained in his letter of November 14, 1966 which follows:

Dear Dr. Ransom:

Due to steadily increasing maintenance and operations costs for the housing system at Arlington State College, we find it necessary to recommend an increase in dormitory room rents effective September 1, 1967. At the time of submission of auxiliary budgets to the Regents, it was pointed out that the estimated expenditures for the housing system would exceed the estimated income. The currently existing room rents have been in effect since September 1963 when the last additions to the housing system were completed and occupied. Furthermore, due to almost certain necessity for raising salaries and wages in the next fiscal year, we can expect expenditures to be increased substantially over those of the current year.

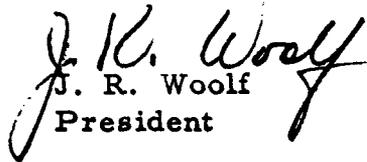
Mr. Barnes and his staff have carefully analyzed the fiscal situation with respect to the housing system. I concur in their recommendations, which are stated below, and ask that with your approval these recommendations be submitted to the Board of Regents for action at their next meeting.

Recommended Room Rent Increases

	<u>Current Rate</u>	<u>Recommended Rate</u>
1. Trinity House and Lipscomb Hall		
For One Semester	\$135.00	\$165.00
For Six-Week Summer Term	\$ 50.00	\$ 65.00
2. Pacht Hall and Davis Hall		
For One Semester	\$110.00	\$135.00

By way of explanation, there is a difference in room rents which is due to the facilities having the higher rate being air conditioned, newer, and having better accommodations than for the other units which have the lower rate.

Respectfully submitted,


J. R. Woolf
President

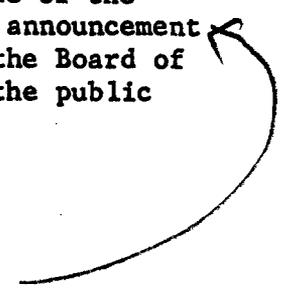
JRW:md

5. Medical Branch: Acceptance of Gift of Land from
R. E. (Bob) Smith. --Below is a Xerox copy of
Chancellor Ransom's recommendation:

Vice-Chancellors Walker and Landrum concur in the recommendations of Dr. Blocker that The University of Texas accept title to certain land adjoining the Medical Branch on the north side of our current campus as described by metes and bounds set forth in the deed which has been approved as to form by University Attorney Waldrep. A copy of the deed will be furnished to the Secretary of the Board of Regents for her files.

Dr. Blocker requests that no public announcement be made of the gift at this time, since he wishes to arrange a public announcement at a time to be arranged in Galveston when members of the Board of Regents and Central Administration may be present for the public announcement.

Not written up because



6. M. D. Anderson Hospital and Tumor Institute, Dental Branch, and Graduate School of Biomedical Sciences: Discounts on Inpatient and Outpatient Care for Employees and Employee Dependents. --Below is a Xerox copy of Chancellor Ransom's recommendation:

The following recommendation by Dr. Clark is concurred in by Vice-Chancellors LeMaistre and Walker and Chancellor Ransom:

"It is a common policy among hospitals to allow discounts on billed charges for care rendered to employees and employee dependents. To maintain a competitive relationship with other hospitals in this area, such discounts have been allowed by M. D. Anderson Hospital and Tumor Institute to its employees and those of the Dental Branch and the Graduate School of Biomedical Sciences for some time according to the policies outlined below. The Assistant State Auditor in charge of the audit for this institution has requested that Board approval be obtained. We therefore submit to you these policies governing discounts to employees and employee dependents of all units of The University of Texas at Houston, with the recommendation that they be approved by the Board of Regents.

Inpatient Care

- A. Employee or dependent covered under a Blue Cross group hospitalization insurance plan (either the hospital plan or the group plan of the spouse):

Discount of all charges over and above that paid by Blue Cross insurance. (In most cases this would mean the difference between the billed room and board charge and the amount provided for room and board under the group insurance plan).

- B. Employee or dependent covered by insurance other than Blue Cross:

A maximum discount of 20 per cent of the gross bill, provided the employee or his dependent is classified as a pay patient.

- C. Employee or dependent with no insurance coverage:

A discount of 20 per cent of the gross bill, if the employee or his dependent is classified as a pay patient.

Outpatient Diagnostic Care

Employees are charged 25 per cent of the schedule of charges, or the actual costs, whichever is greater. (Most outpatient diagnostic work consists of x-ray and laboratory procedures where 25 per cent of the billed charge does cover the direct institutional cost for the procedure.)

D. SPECIAL ITEMS

4. MAIN UNIVERSITY: LAND ACQUISITION PROGRAM--
COMMISSIONER'S AWARD RE CAUSE NO. 451., BOARD
OF REGENTS V. HUGH BLOCKER, ET AL.-- Below is a
Xerox copy of Chancellor Ransom's recommendation:

Mr. Franklin W. Denius recommends that the commissioner's award in the amount of \$82,500 be accepted by the Board of Regents. This award is \$6,950 more than the appraisal of Messrs. Frederick and Legge.

Business Manager Colvin discussed this matter with Chairman Heath, who suggested that since the amount of the award was less than 10% above the appraisal price that the \$82,500 should be deposited with the County Clerk and that the Board accept the advice of Attorney Denius and not file an appeal, although Mr. Blocker may file an appeal.

Since there are a number of condemnation suits pending, there may be other awards or judgments in excess of the appraised amounts. Therefore, in order to expedite the handling of these condemnation suits it is recommended that Business Manager Colvin be authorized to accept commissioner's awards or judgments where the amount is not more than 10% more than the appraisal of Messrs. Frederick and Legge. All vouchers would continue to be subject to the approval of Vice-Chancellor Walker. It is further recommended that in cases where the award is more than 10% above the appraisal the Chairman of the Board of Regents be authorized to accept or reject the award or judgment.

Walker
1142
Ransom
434
Varney
1110

Below is a Xerox copy of Chancellor Ransom's recommendation:

5. MAIN UNIVERSITY: ACQUISITION OF CAMPUS PROPERTY, ROBERT E. LEE HALL, INC.--On November 5, 1966, the Board of Regents of The University of Texas at its meeting in Waco, Texas, informally authorized the purchase of the stock of a dormitory facility known as the Robert E. Lee Hall, Inc., a Texas corporation with its principal place of business in Austin, Travis County, Texas, for the sum of \$433,740.00 and to take all necessary steps to close the transaction.

The Board has purchased the shares of stock and a deed has been executed by the corporation conveying Lots 24 and 25, Horst Subdivision of Outlots 18 and 19, Division "D", in Austin, Travis County, Texas, to the Board of Regents of The University of Texas. Chairman Erwin has authorized a dissolution of the corporation and a certificate of dissolution has been issued by the Secretary of State. It is therefore recommended that all actions taken in closing this transaction be and the same are hereby in all things ratified and approved.

6. MAIN UNIVERSITY: ACQUISITION OF SURPLUS
GOVERNMENT-OWNED REAL PROPERTY.--Below is
a Xerox copy of Chancellor Ransom's recommendation:

The Administration recommends that the Board authorize the appropriate administrative officials to file an application with the Department of Health, Education and Welfare and to request approval from the Coordinating Board to acquire the properties described in the following resolution which is required in the filing of the application with HEW. All information is not available at this time, but will be presented at the meeting at which time the purposes of the resolution and the means of funding will be presented.

R E S O L U T I O N

WHEREAS, certain real property owned by the United States of America consisting of the Nike-Hercules Launcher Site located approximately 18 miles west of Austin, Texas, on Bee Cave Road, consisting of 32.25 acres of land, 214.24 acres of easements (roadway, line-of-sight, restrictive) together with seven (7) concrete tile buildings having approximately 4,340 square feet of floor area, the site containing six (6) concrete slab launching pads, with air-conditioned underground control rooms, sewage system, sewage disposal plant, water system, UG electrical distribution system, LPG storage tank, storm sewers, sidewalks, and roads, with the site's area of improvements being double fenced with security chain-link fencing, located in the County of Travis, State of Texas, has been declared surplus and is subject to disposal by the Secretary of Health, Education, and Welfare; and

WHEREAS, the University of Texas is in need of said property and can utilize the same for educational and research purposes; and

WHEREAS, it is the desire of the Board of Regents of The University of Texas, the governing authority of The University of Texas, to submit an application to the United States Government for acquisition of the property under the provisions of Section 203 (k)(1) of the Federal Property and Administrative Services Act of 1949 (63 Stat. 377) as Amended, and regulations and procedures promulgated thereunder;

NOW, THEREFORE, BE IT RESOLVED by the Board of Regents that Frank C. Erwin, Jr., Chairman of the Board of Regents of The University of Texas, or his successor in function, be and he is hereby designated as the proper official of said University of Texas by whom negotiations for such acquisitions are to be prosecuted; and he is hereby duly authorized to do any and all things necessary and proper to procure acquisition of, and to accept, the property approved for transfer by the Department of Health, Education, and Welfare for The University of Texas.

BE IT FURTHER RESOLVED that The University of Texas is ready, willing and able, and is hereby authorized to pay all external administrative expenses incident to the transfer of said property; and to assume immediate care and maintenance thereof,

BE IT FURTHER RESOLVED that three certified copies of this Resolution be furnished to the Regional Representative, Division of Surplus Property Utilization, Department of Health, Education, and Welfare as evidence of the official action of the Board of Regents of The University of Texas in authorizing the application for, and acquisition of said property.

IN TESTIMONY WHEREOF we hereunto sign our names and attach the seal of said institution for it and in its behalf this ____ day of _____, 196__.

BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS

ATTEST:

By: _____

Frank C. Erwin, Jr.
Chairman

By: _____

Betty Anne Thedford
Secretary

7. MAIN UNIVERSITY: RECOMMENDED REJECTION OF BIDS ON RESEARCH OFFICE BUILDING, UNIVERSITY JUNIOR HIGH SCHOOL SITE.--Below is a Xerox copy of Chancellor Ransom's recommendation:

In accordance with authorization given by the Regents at the meeting held August 27, 1966, bids were called for and were opened and tabulated on October 27, 1966, as shown on the attached tabulation sheet for the Research Office Building at the Main University to be constructed on the University Junior High School site. There was an appropriation of \$750,000.00 for this project as an overall cost, with the amount available for the construction contract being \$635,600.00. The lowest bid received for the construction contract was \$882,203.00, and even if all possible deductive alternates had been accepted, the lowest bid would still be over \$800,000.00.

Since bids were called for on this building, there have been certain developments with regard to the use of the tract of land which is used by the University Junior High School and the parking lot located immediately north of the building site. At the present time there are two investigations being made by the College of Education in conjunction with the Office of Facilities Planning and Construction in connection with applications to the United States Office of Education for two projects to be undertaken by the College of Education, one under the direction of Dr. William G. Wolfe, for a Special Education Facility to be entitled "Research and Demonstration Facility for Handicapped Children and Youth" and one under the direction of Dr. Robert F. Peck for a facility to be entitled "Research and Development Center for Teacher Education." The grants on these projects would be non-matching grants estimated to be in the amounts of \$2,000,000.00 and \$2,400,000.00 respectively for cost of constructing and equipping the facilities. Preliminary investigation has shown that the University is one of the leading contenders for these two facilities if the applications can show that the land necessary is available. If the Research Office Building is constructed on this site as presently contemplated, then the land necessary for these two projects would not be available.

Since all of the College of Education cannot now be housed in Sutton Hall, it is considered desirable to find a site where the College could be placed in one location rather than being separated as it is at the present time. It is anticipated that the present University Junior High School building will be remodeled for the Division of Extension, the College of Education for classrooms and offices.

In view of the above considerations, it is the recommendation of the Main University Faculty Building Committee (provided adequate space is given to the Division of Extension), Mr. V. E. Thompson, Vice-Chancellor Hackerman, Vice-Chancellor Walker, and Chancellor Ransom that the following actions be taken:

1. Reject all bids received for the Research Office Building, and defer any action on these plans until it is known what action has been taken on the grant application.
2. Dedicate the entire tract of land which is used by the University Junior High School and the Parking Lot located immediately north of the school site for the use of the College of Education. This implies joint occupancy of University Junior High School by the College of Education and the Division of Extension.
3. Approve the filing of the applications for the two Research facilities referred to above, setting aside the land required for these facilities.

100% approved

RESEARCH OFFICE BUILDING
 MAIN UNIVERSITY OF THE UNIVERSITY OF TEXAS
 AUSTIN, TEXAS

Bids Opened: 2:30 P. M., Thursday, October 27, 1966

<u>Bidder</u>	<u>Base Bid</u>	<u>Alt.</u> <u>No. 1</u>	<u>Alt.</u> <u>No. 2</u>	<u>Alt.</u> <u>No. 3</u>	<u>Alt.</u> <u>No. 4</u>	<u>Alt.</u> <u>No. 5</u>	<u>Alt.</u> <u>No. 6</u>	<u>Alt.</u> <u>No. 7</u>	<u>Alt.</u> <u>No. 8</u>	<u>Alt.</u> <u>No. 9</u>	<u>Alt.</u> <u>No. 10</u>	<u>Alt.</u> <u>No. 11</u>	<u>Alt.</u> <u>No. 12</u>
		Deduct	Deduct	Deduct									
W.D. Anderson Co., Austin, Texas	\$884,589	\$2,850	\$ N.B.	\$1,430	\$650	\$7,000	\$1,600	N.B.	\$7,700	\$25,200	\$3,500	\$3,700	\$2,200
J.C. Evans Con- struction Co., Inc., Austin, Texas	996,900	3,000	N.B.	1,500	800	2,600	1,100	\$2,200	11,000	26,400	3,500	3,000	2,200
Everhard Construc- tion Co., Austin, Texas	882,203	2,841	240	999	180	2,680	1,738	2,195	9,788	24,970	3,450	3,658	2,195
B.L. McGee Construc- tion Co., Austin, Texas	893,000	2,500	N.B.	900	400	7,500	1,400	N.B.	8,800	24,000	3,000	3,000	2,000
J.M. Odom Construc- tion Co., Austin, Texas	956,800	5,300	N.B.	700	700	6,000	1,100	2,000	11,000	24,500	3,300	2,700	2,000
Warrior Constructors, Inc., Houston, Texas	985,000	2,900	N.B.	1,200	900	6,900	1,200	3,200	10,000	26,000	3,500	2,900	2,200

C of W - 24

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

Below is a Xerox copy of Chancellor Ransom's recommendation:

8. ADMINISTRATION'S PROPOSAL REGARDING BUILDING FOR TEXAS STUDENT PUBLICATIONS, MAIN UNIVERSITY. - At the September 30 - October 1, 1966 Regents Meeting "the Administration was authorized to work with the Board of Directors of Texas Student Publications, Inc., for a TSP Building and to bring back a proposal to the Board of Regents along the lines discussed by the Regents "(Minutes Meeting 646, p. 62). To represent the Administration Chancellor Ransom appointed Vice-Chancellors Haskew, Landrum, Walker and Business Manager Colvin. The TSP Board of Directors appointed a committee of Clif Drummond, Loyd Edmonds, Jack Holland, Norris Davis, and Olin Hinkle to work with the Administration. The conclusions reached are reported herewith for consideration by the Regents:

1. The building we propose would cost \$580,000. TSP Directors are ready to provide \$205,000 in cash. This would indicate that the Regents would provide \$375,000 from PUF bond proceeds and/or Available Fund cash. Therefore, the basic decision is whether the Regents are willing to, and can, provide such allocation. The Administration's conclusion is that this is justifiable.

2. Ownership. The building would be planned, constructed, and owned as an educational facility of The University of Texas, following established procedures, with occupancy thereof under control of the Board of Regents. TSP would donate \$205,000 from its present reserves (Book Value 11/1/66, \$215,000) to the Board of Regents toward the construction cost. Furnishings and equipment required for TSP occupancy would be provided by TSP, and it would hold title thereto.

3. Size of Building. Many alternatives were considered. Conclusion is that the project should be a separate structure (in contrast to incorporating it as a portion of a larger, multi-occupancy building), and should provide housing for all TSP functions. Studies by the Office of Facilities Planning and Construction cause us to propose a 3-story building with one elevator as follows:

Approx. 24,000 sq. ft.	\$ 480,000.00
5% for inflation	24,000.00
5% for contingency	24,000.00
6% for architect's fees	31,700.00
Elevator	<u>20,300.00</u>
Total for building	\$ 580,000.00

4. Site. Several locations were evaluated. Conclusion is that the best site is at the north extremity of the four lots being acquired immediately north of the International Center (26th and Wichita)..

5. Building operation and occupancy. Operation and maintenance for the building would be provided by the University. Occupancy by TSP would be under a memorandum of agreement.

6. Payment by TSP. An annual payment--based on costs for utilities, custodial service, repairs and maintenance--will be made (estimated at \$15,000 a year). This is recommended as an alternative to payments labeled as amortization of the capital outlay made by the Regents because "amortization" creates an illusion of ownership by TSP.

7. Presses and other equipment. All of these items would be provided by TSP from its funds. It appears inevitable that new presses will have to be purchased within the next few years. The building proposed, however, will receive the old presses equally as well as

new ones. Moving and installation costs are to be paid by TSP. Nothing in this proposal will affect the present obligation of TSP to pay \$45,000, at \$5,000 per year, for printing equipment originally furnished by the University.

The Administration requests that the Board of Regents:

1. Endorse the principles as outlined which are the results of our negotiations with the Texas Student Publications, Inc.
2. Authorize the Administration to proceed with the planning of the project development through regularly established University channels.
3. Authorize the Administration to present at a later meeting recommendations with respect to the funding and proposed time table for the building after re-examining the Permanent University Fund bond proceeds and Available University Fund commitments.

9. MAIN UNIVERSITY: PERMISSION FOR DOCTOR ERNEST L. LUNDELIUS, JR. TO TRAVEL.-- One negative vote was received on Executive Committee Item 2T-3 (original recommendation set out below) requesting permission for Doctor Ernest L. Lundelius, Jr. to go to Melbourne, Australia for the period December 17, 1966 - February 5, 1967. According to the procedure followed in the Executive Committee, any item receiving one negative ballot is referred to the Committee of the Whole for consideration.

Chancellor Harry Ransom:

No. 2 T-3

Compliance with the Rules and Regulations of the Board of Regents, Part Two, Chapter III, sections 13.22 and 13.23, page 15, I should like to present for your approval, and recommendation to the Executive Committee where appropriate, the following travel item:

NAME AND TITLE: Ernest L. Lundelius, Jr., Asso. Prof. of Geology Main University

PERIOD OF ABSENCE: December 17, 1966 - February 5, 1967

DESTINATION: Melbourne, Australia

REASON FOR ABSENCE: To collect material to continue research begun last year under a National Science Foundation Grant.

SOURCE OF SALARY DURING ABSENCE: General Budget

SOURCE OF FUNDS FOR TRAVEL EXPENSES: Transportation only from General Budget funds - URI

ESTIMATED EXPENSES TO BE REIMBURSED: \$1,215 TRANSPORTATION: No. Days of PER DIEM ()

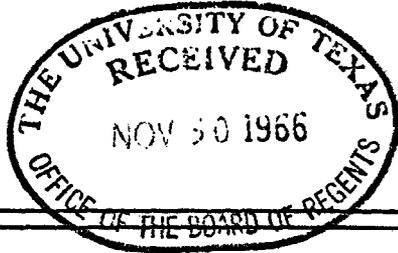
POSITION OF WORK DURING ABSENCE: Colleague will meet classes. Vacation 12/17 - 1/2

JUSTIFICATION: Dr. Lundelius was given a National Science Foundation Grant to do research on dating chronologically the Australian sequence of continental sediments and their contained fossil remains to those of the rest of the world. Prior to 1953 the total number of specimens of Australian Tertiary marsupials could be counted on the fingers of one hand; knowledge of the diversity of this fauna was nil; it is now becoming known, but the establishment of a time dimension is not yet solved. In 1963 Dr. Lundelius obtained an initial collection of about 150 specimens representing 16 species of mammals by wet sieving approximately 6000 pounds of matrix that could be dated by carbon 14 and by potassium/argon. However, the fossils were fragmentary and Dr. Lundelius feels that he can double the amount of material in the six weeks period he will be in Australia. Such research expands human knowledge and is a vital part of the activity of the faculty of a first-class university. The quality of the research done by Dr. Lundelius is indicated by the fact that he has been invited to present a paper at a symposium of the Australian-New Zealand Association for the Advancement of Science and he will do this while in Australia.

or additional space, attach blank sheet)

Reimbursement is to be from General Funds, will the remaining balance in the travel account argued be adequate for the balance of the fiscal year? Yes; No. If no, attach a statement justifying overspending the original budget.

November 23, 1966
Date



Norman Hackerman
Norman Hackerman, Vice-Chancellor for Academic Affairs

APPROVED: 11/29/66
Date

APPROVED: _____
Date

Harry Ransom
Harry Ransom, Chancellor
For the Chancellor

marks:

10. SYSTEM-WIDE: PROPOSED EXTENSION OF BOILER AND MACHINERY INSURANCE. --Below is a Xerox copy of Chancellor Ransom's recommendation:

It is recommended by Vice-Chancellors Walker and Landrum and Chancellor Ransom that the Administration be authorized to extend the System-wide Boiler and Machinery Insurance with the present carrier, Hartford Steam Boiler Inspection and Insurance Company for the period January 1, 1967 to January 1, 1970, at the manual rate prescribed by the Board of Insurance Commissioners. The details of the policy shall be approved by the Vice-Chancellor for Business Affairs.

11. SYSTEM-WIDE: PROPOSED LEGISLATION FOR THE
60TH LEGISLATURE. -- Below is a Xerox copy of
Chancellor Ransom's recommendation:

The Administration requests authorization by the Board of Regents to prepare and submit certain legislation for consideration by the 60th Legislature. The following proposed subjects are presented for your consideration.

The Administration further requests that a committee composed of Chancellor Ransom, Vice-Chancellor Vowell, Chairman Erwin and Regent Heath, be authorized to approve the final drafts of the proposed legislation and to submit any other legislation that may be unanimously approved by the committee

PROPOSED BILLS

60th Legislature - 1967

1. A bill authorizing the Board of Regents of The University of Texas to acquire by purchase, exchange or otherwise certain properties to be used for campus expansion and University purposes for various institutions in The University of Texas System, and providing that title vest in the Board of Regents of The University of Texas. *Referenced*
2. A bill to establish and create a hospital facility for the Department of Corrections of the State of Texas for treatment, teaching and research; providing for its site, construction, maintenance and operation; and authorizing affiliation agreements.
3. A bill to authorize an addition to The University of Texas M. D. Anderson Hospital and Tumor Institute in Houston, Harris County, Texas, not to exceed a capacity of more than 350 beds, and providing authority to receive gifts and grants ~~and to use Permanent University Fund bond proceeds in~~ the planning and construction thereof.
4. A bill appropriating the sum of \$2,500,000 to be used for the purpose of furnishing and equipping an addition to The University of Texas M. D. Anderson Hospital and Tumor Institute which will not exceed a 350 bed capacity.
5. A bill to amend Chapter 129, page 219, Acts 56th Legislature, Regular Session, 1959 (Article 2606c, V.C.S.) by deleting Section 4 of said Act, which relates to the maximum number of students for entering classes at The University of Texas South Texas Medical School.
6. A bill authorizing the Board of Regents of The University of Texas to sell any part or all of that certain property described in the deed from George W. Brackenridge to The University of Texas, dated June 17, 1910, and providing for a disposition and use of funds received from said sale.

7. A bill authorizing the Texas Department of Mental Health and Mental Retardation to create and establish in Galveston, Galveston County, Texas, a brain and behavior institute for treatment, teaching and research purposes; providing for its construction site, maintenance and operation; authorizing affiliation or coordinating agreements and the acceptance of gifts, grants and donations, and the use of the institute as a teaching facility.
8. A bill authorizing the Board of Regents of The University of Texas to acquire a tract of land in Jeff Davis County, Texas, as a construction site for an airplane landing strip for The University of Texas McDonald Observatory and the acceptance of gifts and grants.
9. A bill authorizing the Board of Regents to make certain name changes within The University of Texas System; providing an organizational arrangement and for transfer of appropriations and obligations and for no other change in status.
10. A bill authorizing the construction of improvements at certain institutions of The University of Texas System in Dallas, Houston, and Galveston and providing for a method of payment.
11. Proposing an amendment to Article VII, Section 11a, of the Constitution of Texas providing broader investment of the Permanent University Fund by the Board of Regents of The University of Texas within the prudent man rule.
12. Proposing an amendment to Article VII, Section 18, of the Constitution of Texas providing authorization for an increase in the negotiable bonds and notes which can be issued from twenty per cent (20%) to forty per cent (40%) of the value of the Permanent University Fund exclusive of real estate at the time of any issuance thereof.
13. A bill authorizing the Parks and Wildlife Department of the State of Texas to convey and the Board of Regents of The University of Texas to accept for and on behalf of The University of Texas M. D. Anderson Hospital and Tumor Institute certain lands in Bastrop County, Texas, to be used as a science park and for research purposes.
14. A bill authorizing training programs at the various institutions of The University of Texas System relating to medical personnel, dental assistants and auxiliary assistants of said institutions.
15. A bill relating to the admission of patients at hospitals owned and operated by The University of Texas System and providing for rules and regulations.
16. A bill authorizing the Board of Regents of The University of Texas to assess reasonable charges against trust accounts for services rendered and to use said sums for educational purposes within The University of Texas System.

12. RULES AND REGULATIONS: AMENDMENTS TO PART ONE, CHAPTER II (SECOND AND FINAL READING). -- The Board adopted on first reading at the November meeting amendments to the Rules and Regulations, Part One, Chapter II, as set out on Pages 86 - 97 of the minutes of the November 1966 meeting. In compliance with the Rules and Regulations, Part One, Chapter VII, Section 4, these amendments are resubmitted for final approval. If there are any proposed changes in this amendment to Chapter II, copies of the amendment as approved at the November meeting will be available at the meeting in Houston.
13. CHANCELLOR'S DOCKET NO. 12. --As of December 7th, the only exception to Chancellor's Docket No. 12 is "Item #2 under 'Travel Paid from Non-Travel Funds' on p. M-10 in order to obtain an explanation of what the 'prospective Center for the Study of Social Control' is."

Item No. 2, page M-10 reads as follows:

"2. Mr. A. L. Clark, Professor of Sociology, assigned to research leave, November 2-6, 1966, from Cambridge, Massachusetts, to Austin, Texas, to conduct a symposium with member of the Law School faculty and with Professor Albert Cohen of the University of Connecticut relative to prospective Center for the Study of Social Control, expenses in an approximate amount of \$278.00 paid from Miscellaneous Administrative Expenses, Office of the Vice-Chancellor for Academic Affairs."

EMERGENCY AGENDA ITEM
COMMITTEE OF THE WHOLE
December 16 - 17, 1966

14. MAIN UNIVERSITY: BLUEBONNET BOWL GAME--ESTIMATED BUDGET AND ADDITIONAL COMPENSATION TO THE ATHLETIC STAFF.--Vice-Chancellor Hackerman and Chancellor Ransom concur in the recommendations as submitted by the Athletics Council and reproduced below:



THE UNIVERSITY OF TEXAS

AUSTIN, TEXAS 78712

VICE-CHANCELLOR FOR ACADEMIC AFFAIRS, U. OF T.
REC'D. DEC 5 1966
REG. NO. _____
FILE NO. _____

DEPARTMENT OF
INTERCOLLEGIATE ATHLETICS

December 2, 1966

Dr. Norman Hackerman
Vice Chancellor for Academic Affairs
Main University

Dear Dr. Hackerman:

✓ Attached is the recommendation of the Athletics Council for the budget for the Bluebonnet Bowl game in Houston, December 17. We have developed this in the same fashion as we did the Orange Bowl budget, following the same guidelines. It should be pointed out that we have provided for the entire football squad, which totals 86 players. This is one way we have of rewarding those individuals who stay with us and aid in team practice and development. In addition we have provided for awards to these players.

✓ As suggested by you we have included in this budget an item for team entertainment (Bandera) which is one way of providing for the team something which is not available to them at this bowl game.

We are hopeful that we can secure agreement with the Bluebonnet Bowl for assuming a portion of our complimentary ticket distribution and the cost of special events. We are uncertain at this time of securing a favorable decision; therefore we have provided for this in the budget, but we are hopeful we can get some improvement in this aspect.

✓ In addition, I am attaching the letter providing for the approval of extra compensation in accordance with past procedures.

On behalf of the Athletics Council and Athletics Director Royal I wish to recommend approval of this budget.

Sincerely yours

J. Neils Thompson
J. Neils Thompson, Chairman
Athletics Council

*Agreed
12/6
HH*

*to eqwt
EDW*

ESTIMATED BUDGET FOR THE BLUEBONNET BOWL GAME

December 17, 1966, Houston

Estimated Income \$105,000

Estimated Expenditures

Team -

Travel	\$2,500
Hotel and Meals	3,000
Allowance	2,300

Officials -

Travel	1,500
Hotel and Meals	1,500

Band -

Travel	1,400
Hotel	1,600

Yell Leaders 300

Transportation in Houston 500

Awards 5,000

Special Events 1,800

Extra Compensation for
Athletics Staff 14,500

Complimentary Tickets 3,000

Team Entertainment 2,800

Other Miscellaneous Expenses 200

Total Estimated Expenditures \$ 41,900

[Handwritten Signature]
12/14



THE UNIVERSITY OF TEXAS

AUSTIN, TEXAS 78712

DEPARTMENT OF
INTERCOLLEGIATE ATHLETICS

December 2, 1966

Dr. Norman Hackerman
Vice Chancellor for Academic Affairs
Main University

Dear Dr. Hackerman:

This is to request approval for the extra compensation to the athletics staff referred to in the estimated budget for the Bluebonnet Bowl game. The following is a list of the staff and the amount of compensation for each in accord with the policy established by the Board of Regents in 1958 and modified in 1962. You will note that there are some changes in titles.

Darrell K. Royal, Head Football Coach	\$30,000	8%	\$2,400.00
Fred S. Akers, Assistant Football Coach	11,500	8	920.00
William M. Campbell, Assistant Football Coach	15,000	8	1,200.00
Billy M. Ellington, Assistant Football Coach	12,500	8	1,000.00
Tom L. Ellis, Assistant Football Coach	10,500	8	840.00
Russell W. Coffee, Assistant Football Coach	11,500	8	920.00
Willie F. Manley, Assistant Football Coach	11,000	8	880.00
Charles N. Shira, Assistant Football Coach	15,000	8	1,200.00
Willie F. Zapalac, Assistant Football Coach	13,000	8	1,040.00
Frank E. Medina, Trainer	7,500	5	375.00
James V. Blaylock, Athletics Equipment Supervisor	6,468	5	323.40
Stanley W. Casner, Team Physician	3,000	5	150.00
Jack C. Patterson, Assistant Athletics Director	14,000	5	700.00
Albert H. Lundstedt, Business Manager of Athletics	10,500	5	525.00
Alfred R. Rochs, Asso. Business Manager of Athletics	9,600	5	480.00
William F. Ermel, Football Ticket Manager	6,168	5	308.40
Jones W. Ramsey, Sports News Director	10,000	5	500.00
Orland L. Sims, Assistant Sports News Director	6,168	5	308.40
Ruth E. Gold, Executive Assistant	8,520	5	426.00
Total			\$14,496.20

Sincerely yours

J. Neils Thompson, Chairman
Athletics Council

*old
Hess and Page
12/6*

EMERGENCY ITEMS
COMMITTEE OF THE WHOLE

December 9, 1966

15. GRADUATE SCHOOL OF BIOMEDICAL SCIENCES - APPROPRIATION OF ARCHITECTS' FEES FOR GRADUATE SCHOOL OF BIOMEDICAL SCIENCES BUILDING.--At the Regents' Meeting held November 24, 1965, the Administration was authorized to solicit and accept gifts and grants from governmental and private sources with which to construct one or more buildings to house the Graduate School of Biomedical Sciences (including the Institute of Biomedical Sciences), the Division of Continuing Education, and the Institute of Environmental Medicine, at an estimated cost of \$5,000,000.00. In order that an application for this project can be filed with HEW in time for the March meeting of the Council, it is recommended by Dr. Arnim, Mr. V. E. Thompson, Vice-Chancellor Walker, and Chancellor Ransom that an appropriation of \$75,000.00 from Permanent University Fund Bond proceeds be made for Architects' Fees and preliminary expenses, with authorization to the Consulting Architect to prepare the program for this project and authorization to the Associate Architect, when appointed, to prepare whatever schematics and/or preliminary plans may be needed for the application.

Since it is contemplated that this facility and the Dental Science Institute will be adjacent and will be served with common facilities, it is recommended by the Consulting Architects and the Office of Facilities Planning and Construction that the firm of MacKie and Kamrath, the Associate Architects for the Dental Science Institute, be appointed as Associate Architects for this project, subject to approval by the Governor.

16. MAIN UNIVERSITY - W. J. MCDONALD OBSERVATORY TELESCOPE DOME AND BUILDING - AUTHORIZATION TO ISSUE PURCHASE ORDER FOR COMPUTER.--In National Science Foundation Grant No. GU-1580 to the Department of Astronomy to aid in the construction of the Dome and Building to House the Telescope, Transient Quarters, etc. at W. J. McDonald Observatory, there is an amount included for the purchase of a computer. This computer is to be used as an on-line computer to control the telescope and also for real time data reduction. Bids have been received as follows:

International Business Machines Corporation	\$74,936.00
Control Data Corporation	76,167.00
Decision Control, Inc.	93,510.00

It is recommended that a purchase order in the amount of \$74,936.00 be awarded to International Business Machines Corporation, the low bidder. There is a fifteen-month delivery period for this computer, and since the construction is already under way on the dome and building which are to be completed by March 1, 1968, it is considered essential that this purchase order be issued as soon as possible.

EMERGENCY ITEMS

COMMITTEE OF THE WHOLE

December 13, 1966

17. MAIN UNIVERSITY - RELOCATION OF PENICK TENNIS COURTS, CONSTRUCTION OF ONE ADDITIONAL COURT, AND APPROPRIATION THEREFOR.--At Athletic Council meetings held September 15, 1966, and November 22, 1966, sites for the relocation of the Penick Tennis Courts at the Main University were recommended in priority order, as follows:

- Site No. 1 Parking Lot North of University Junior High School
- Site No. 2 Site of "A" Dormitory
- Site No. 3 Block of land bounded by Red River Street, East 20½ Street, Sabine Street, and East 20th Street
- Site No. 4 Immediately South of Stadium
- Site No. 5 Old Tennis Courts
- Site No. 6 Football Practice Field.

The Council further recommended that one additional court be constructed, giving a total of five courts.

After study of the various sites listed, it is recommended by Main University Business Manager Colvin, Mr. V. E. Thompson, Vice-Chancellors Hackerman, Walker, and Landrum, and Chancellor Ransom that Site No. 4, which is immediately South of the Stadium, be approved as the location of the Penick Courts plus the one additional court recommended by the Athletic Council, since this site does not require the removal of any existing structure and does not interfere with existing parking facilities or future building sites. It is further recommended that an appropriation be made in the amount of \$96,250.00 to cover the estimated cost of this project, the source of funds being as follows:

\$81,250.00 from Available University Fund Unappropriated Balance to cover the estimated cost of relocation of Penick Courts.

15,000.00 from Athletic Council Funds to cover the cost of constructing the one new court.

Recommendation is also made that the project be handled through the Office of Facilities Planning and Construction for the preparation of plans and specifications, advertising for bids, and subsequent recommendation of contract awards to the Board of Regents in accordance with the regularly established procedures, and that the Director of the Office of Facilities Planning and Construction be authorized to engage engineers and consultants, if necessary to meet deadlines, to assist in the preparation of plans and specifications for the project.

18. MAIN UNIVERSITY - AUTHORIZATION FOR RELOCATION OF CLOSURES OF STADIUM AND APPROPRIATION THEREFOR.--At the meetings of the Athletic Council held September 15, 1966, and November 22, 1966, the following recommendations were made to the Administration as to the design of Closure of the Stadium at the Main University and an appropriation to cover the cost thereof:

It is recommended that the work proposed include removal of fences on the east, north, and west sides and relocation at the south end of the stadium; construction of ticket booths; erection of wrought iron fences and gates at all stadium openings; installation of lights, gate numbers, and color panels; relocation of certain steps and walks, et cetera, all as shown on the schematic design developed by Professor Roessner in collaboration with Athletic Director Royal and Mr. J. Neils Thompson, Chairman of the Athletic Council.

It is further recommended that \$50,000.00, which is the estimated cost of the work contemplated, be appropriated from Athletic Council funds for this purpose.

These recommendations have been approved by the Consulting Architects, Brooks, Barr, Graeber, and White, who feel that the proposed concept will integrate well with the East Mall Development.

It is recommended by Mr. V. E. Thompson, Vice-Chancellor Hackerman, Vice-Chancellor Walker, and Chancellor Ransom that the recommendations of the Athletic Council as set out above be approved and that the project be handled through the Office of Facilities Planning and Construction for the preparation of plans and specifications, advertising for bids, and subsequent recommendation of contract awards to the Board of Regents in accordance with the regularly established procedures. It is further recommended that the Director of the Office of Facilities Planning and Construction be authorized to engage engineers and consultants, if necessary to meet deadlines, to assist in the preparation of plans and specifications for this project.

PERMANENT UNIVERSITY FUND - INVESTMENT MATTERS.--

19. PERMANENT UNIVERSITY FUND: EXCHANGE OF U.S. TREASURY BONDS.
 --It is recommended by the Executive Director of Investments, Trusts and Lands that the following exchanges of U.S. Treasury Bonds recommended by Lionel D. Edie & Company and concurred in by the Staff Investment Committee and the Investment Advisory Committee, be authorized, thereby increasing the income of the Fund by a total amount estimated at \$433,000 per year:

1. \$4,400,000 2-1/2% 6-15-72/67 for \$4,400,000 4% 2-15-93/88 to produce an estimated increase in return of 1.45% or \$62,000 per year.
2. \$5,000,000 2-1/2% 12-15-72/67 for \$5,000,000 4% 2-15-93/88 to produce an estimated increase in return of 1.45% or \$68,000 per year.
3. \$6,500,000 4% 8-15-72 for \$6,500,000 4-1/4% 8-15-92/87 to produce an estimated increase in return of .53% or \$27,000 per year.
4. \$3,000,000 4% 2-15-80 for \$3,000,000 4-1/4% 8-15-92/87 to produce an estimated increase in return of .14% or \$6,000 per year.
5. \$54,775,000 3% 2-15-95 for \$54,775,000 3-1/2% 2-15-90, or 3-1/2% 11-15-98 (as the Executive Director may determine, after further consultation with Investment Counsel) to produce an estimated increase in return of .4% or \$270,000 per year.

The authorization to make such exchanges is to include authority to make such adjustments in price and accrued interest as may be necessary.

20. PERMANENT UNIVERSITY FUND: SALE OF MUNICIPAL BONDS.--The Executive Director of Investments, Trusts and Lands, with concurrence of the Staff Investment Committee, Lionel D. Edie & Company and the Investment Advisory Committee, recommends that the following municipal bonds be offered for sale, with the Executive Director being authorized to accept or reject any or all bids received:

City of Abilene, Waterworks & Sewer System Revenue Bonds, Series 1956

11-1-85	4%	\$ 145,000
11-1-86	4	255,000
		<u>\$ 400,000</u>

City of Brownfield, Texas, Electric Light and Power System, Revenue Bonds, Series 1956

11-1-70	4%	\$ 35,000
11-1-73	4	40,000
		<u>\$ 75,000</u>

Bryan, Texas, ISD Unlimited Tax Schoolhouse Bonds, Series 1956

12-1-83	3.90%	\$ 37,000
12-1-84	3.90	56,000
12-1-85	3.90	57,000
		<u>\$ 150,000</u>

City of Dallas, G.O. Bonds of 1926

Waterworks Improvement

5-1-69 4 1/2% \$ 15,000

Park Improvement

5-1-69 4 1/2 5,000

\$ 20,000

City of Dallas, Texas, Street Opening and Widening Direct
Obligation Bonds of 1931

5-1-67	4½%	\$ 13,000
5-1-68	4½%	12,000
5-1-69	4½%	13,000
5-1-70	4½%	12,000
5-1-71	4½%	13,000
		<u>\$ 63,000</u>

City of Fort Worth, Street Improvement Bonds, Series 56 of 1930

6-1-69	4½%	\$ 5,000
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City of Fort Worth, G.O. Bonds of 1929

Fire Protection

11-1-68	4-3/4%	\$ 1,000
11-1-69	4-3/4%	3,000

Main Arterial Thoroughfare

11-1-69	4-3/4%	1,000
		<u>\$ 5,000</u>

City of Fort Worth, G.O. Bonds of 1931

Airport, Series 58

2-1-68	4½%	\$ 4,000
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Street Improvement, Series 56

2-1-68	4½%	24,000
		<u>\$ 28,000</u>

Grayson County, Texas, Road Bonds of 1927

9-1-67	4-3/4%	\$ 55,000
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City of Houston, Water System Revenue Bonds, Second Series

12-1-82	3.90%	\$ 60,000
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Kerrville ISD, Kerr County, Texas, Schoolhouse Refunding
Bonds 9-1-53

3-1-77	3-3/8%	\$ 16,000
3-1-78	3-3/8%	17,000
		<u>\$ 33,000</u>

Lubbock County, Texas - Road Bonds, Series "B" 3-10-30

3-10-68	5%	\$ 11,000
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McLennan County, Texas, Road Bonds

Series "D" of 1929

4-10-68	4½%	\$ 5,000
4-10-69	4½%	15,000

Series "E" of 1930

10-10-69	4½%	25,000
10-10-70	4½%	25,000
		<u>\$ 70,000</u>

City of Temple, Texas, G.O. Bonds 5-15-28 City Hall, Series #1

5-15-67	4½%	\$ 2,000
5-15-68	4½%	3,000
		<u>\$ 5,000</u>

City of Waco, Texas, Various Purpose G.O. Bonds of 1931

Bridge			
	3-1-68	4 $\frac{1}{2}$ %	\$ 1,000
	3-1-69	4 $\frac{1}{2}$ %	1,000
	3-1-70	4 $\frac{1}{2}$ %	1,000
	3-1-71	4 $\frac{1}{2}$ %	1,000
Drainage			
	3-1-68	4 $\frac{1}{2}$ %	2,000
	3-1-69	4 $\frac{1}{2}$ %	3,000
	3-1-70	4 $\frac{1}{2}$ %	3,000
	3-1-71	4 $\frac{1}{2}$ %	3,000
School Improvement			
	3-1-68	4 $\frac{1}{2}$ %	2,000
	3-1-69	4 $\frac{1}{2}$ %	2,000
	3-1-70	4 $\frac{1}{2}$ %	2,000
	3-1-71	4 $\frac{1}{2}$ %	2,000
Street Improvement			
	3-1-68	4 $\frac{1}{2}$ %	2,000
	3-1-69	4 $\frac{1}{2}$ %	2,000
	3-1-70	4 $\frac{1}{2}$ %	3,000
	3-1-71	4 $\frac{1}{2}$ %	3,000
			<u>\$ 33,000</u>

City of Waco, Texas, Waterworks System Revenue Bonds, Series 1957

	3-1-74	3-7/8%	\$ 85,000
	3-1-75	3-7/8	105,000
	3-1-76	3-7/8	105,000
	3-1-77	3-7/8	105,000
			<u>\$400,000</u>
			<u><u>\$1,413,000</u></u>

EMERGENCY ITEM

RENTAL OF SPACE FOR THE HEART, CANCER AND STROKE PROGRAM AT M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE -- Additional space is required to house the Heart, Cancer and Stroke program. Funds are available in the grant for renting the needed space of approximately 8,000 square feet.

Space is available in the Center Pavilion, Inc. This building presently houses various laboratories and offices of M. D. Anderson and the latest information available indicates that the monthly rental rate is less than in other buildings adjacent to the Texas Medical Center.

It is recommended by Dr. Clark, which recommendation is concurred in by Vice-Chancellors LeMaistre and Walker and Chancellor Ransom, that the administration at M. D. Anderson be authorized to negotiate with Center Pavilion, Inc. for 8,000 square feet of space with a monthly rental not to exceed a cost of 35¢ per square foot per month.

It is also recommended that the Chairman of the Board of Regents be authorized to execute the lease after approval by the Director of M. D. Anderson Hospital and Tumor Institute, Vice-Chancellor for Health Affairs, Vice-Chancellor for Business Affairs and the University Attorney.

27. MAIN UNIVERSITY: GUIDE LINES FOR PREPARATION OF 1967-68 OPERATING BUDGET. -- The following guidelines for the preparation of the 1967-68 operating budget for Main University were adopted:

1. The limit for the Main University general operating budget (excluding the Excellence Program) is not to exceed \$42 million. A summary by fund sources used in arriving at this limit is set out below:

	<u>1966-67</u>	<u>1967-68</u>
General Revenue Appropriations (Estimated for 1967-68)	\$25,874,496	\$31,354,030
Estimated Local Income	6,340,829	6,645,970
Unappropriated Balances	609,988	700,000
Available University Fund	<u>3,260,000</u>	<u>3,300,000</u>
Total	<u>\$36,085,313</u>	<u>\$42,000,000</u>

2. From the Available University Fund, \$1,100,000 is allocated to the Excellence Program and \$2,000,000 is allocated to the Library Development Program. (Same in 1966-67)

3. The minimum salary, by rank, is to be as follows:

	<u>1966-67</u>	<u>1967-68</u>
Professor	\$11,000	\$12,000
Associate Professor	9,500	10,000
Assistant Professor	8,500	9,000
Instructor	7,500	8,000
Assistant Instructor	6,500	7,000

4. Salary ranges for Teaching Assistants and Teaching Associates on a full-time equivalent basis are to be as follows:

	<u>1966-67</u>	<u>1967-68</u>
Teaching Associates	\$5,000 - 7,400	\$5,600 - 8,000
Teaching Assistants	\$4,400 - 7,000	\$4,800 - 7,400

Land & Investment Committee

LAND AND INVESTMENT COMMITTEE

Date: December 16, 1966

Time: To be designated in the Supplementary Agenda Material.

Place: To be designated in the Supplementary Agenda Material.

LAND AND INVESTMENT COMMITTEE

December 16, 1966

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PERMANENT UNIVERSITY FUND -- INVESTMENT MATTERS.--

REPORT OF PURCHASES OF SECURITIES.--The following purchases of securities from October 25 through November 21, 1966, have been made for the Permanent University Fund. The Executive Director of Investments, Trusts and Lands asks that the Board ratify and approve these transactions:

PURCHASES OF SECURITIES

CORPORATE BONDS

<u>Date of Purchase</u>	<u>Security</u>	<u>Par Value Bonds Purchased</u>	<u>Market Price at Which Purchased</u>	<u>Total Principal Cost*</u>	<u>Indicated Current Yield on Cost**</u>
11/2/66	Wisconsin Electric Power Co. First Mortgage Bonds, 5-7/8% Series, dated 11/1/66, due 11/1/96	\$ 500,000	102-1/2 Net	\$ 512,500.00	5.70%
11/18/66	Pacific Tel. & Tel. Co. 6% Debentures, dated 11/1/66, due 11/1/2002	500,000	100.863 plus 1/8 commission	504,940.00	5.94
	Total Corporate Bonds Purchased	<u>\$1,000,000</u>		<u>1,017,440.00</u>	<u>5.82</u>

COMMON STOCKS

		<u>No. of Shares Purchased</u>			
10/25/66	Goodyear Tire & Rubber Co. Common Stock	500	49-1/4	\$ 24,843.15	2.72%
10/25/66	National Dairy Products Corp. Common Stock	700	35-3/4	25,283.16	3.88
10/25/66	Union Pacific Railroad Co. Common Capital Stock	600	37	22,425.00	5.35
10/26/66	American Electric Power Co., Inc. Common Stock	600	40-1/4(300) 40-1/8(300)	24,347.07	3.55
10/26/66	Kennecott Copper Corp. Capital Stock	700	34-3/4(200) 34-1/2(200) 34 (300)	24,303.26	5.76
10/26/66	Public Service Co. of Indiana, Inc. Common Stock	500	48-1/2(100) 48-1/4(200) 48 (200)	24,315.51	3.62
10/28/66	Household Finance Corp. Common Stock	1,000	27-3/8	27,701.90	3.61

*Includes brokerage commissions paid.

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

COMMON STOCKS (Continued)

Date of Purchase	Security	No. of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield on Cost**
10/28/66	Ingersoll-Rand Co. Common Stock	700	36 (600) 35-7/8(100)	\$ 25,446.44	5.50%
10/31/66	Continental Oil Co. Common Stock	400	67-3/4(200) 67-1/2(200)	27,233.06	3.82
10/31/66	Ford Motor Co. Common Stock	600	42-1/8(300) 42 (300)	25,477.68	5.65
10/31/66	General Telephone & Electronics Corp. Common Stock	600	44-1/4(300) 44-1/8(300)	26,759.07	2.87
11/2/66	First National City Bank (New York) Capital Stock	200	53-1/8 Net	10,625.00	3.39
11/2/66	Mellon National Bank & Trust Co. (Pittsburgh) Capital Stock	200	75 Net	15,000.00	3.73
11/2/66	National Bank of Detroit Common Capital Stock	200	54-1/4 Net	10,850.00	3.69
11/11/66	Southern Co. Common Stock	900	28-3/4	26,175.42	3.51
11/14 & 16/66	Bristol-Myers Co. Common Stock	600	50-1/2(200) 55-3/4(200) 54-3/4(200)	32,466.22	1.57
11/14/66	American Can Co. Common Stock	500	51-1/4	25,845.65	4.26
11/14/66	General Electric Co. Common Stock	300	98-1/4	29,621.49	2.63
11/14/66	Texas Utilities Co. Common Stock	500	58-1/4(100) 58 (400)	29,249.03	2.46
11/16/66	International Paper Co. Common Stock	800	28-3/8	22,965.52	4.70
11/16/66	Texaco Inc. Capital Stock	300	73-7/8	22,301.67	3.56
11/16/66	Union Carbide Corp. Capital Stock	500	49	24,717.50	4.05
11/18/66	Commonwealth Edison Co. Common Stock	500	51-5/8(200) 51-1/2(300)	25,995.77	3.85
11/18/66	General American Transportation Corp. Common Stock	600	34-1/4(500) 34 (100)	20,741.65	4.48
11/18/66	Gulf Oil Corp. Capital Stock	400	60-1/2	24,380.20	3.61
11/21/66	Bank of America NT&SA (San Francisco) Common Capital Stock	200	52 Net	10,400.00	3.85
11/21/66	Chemical Bank New York Trust Co. Capital Stock	200	42-1/4 Net	8,450.00	2.10
	Total Common Stocks Purchased	<u>13,800</u>		<u>617,920.42</u>	<u>3.80</u>
	TOTAL CORPORATE SECURITIES PURCHASED			<u>\$1,635,360.42</u>	<u>5.06%</u>

*Includes brokerage commissions paid.

**Yield at present indicated dividend rates.

PERMANENT UNIVERSITY FUND - LAND MATTERS.--

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

EASEMENTS AND SURFACE LEASES

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NO.	GRANTEE	TYPE OF PERMIT	COUNTY	LOCATION	DISTANCE OR AREA	PERIOD	CONSIDERATION
2309	Texas Electric Service Co.	Power Line	Andrews	Blocks 5, 8 10 & 13	294.0 rds.	11/1/66 - 10/31/76	\$ 147.00
2310	Phillips Petroleum Co.	Pipe Line	Andrews	Blocks 4, 5 & 13	394.5 rds 3-1/2"	10/1/66 - 9/30/76	197.25
2311	Phillips Petroleum Co.	Pipe Line	Crane	Block 31	137.2 rds 3-1/2"	10/1/66 - 9/30/76	68.60
2312	Love Well Service	Surface Lease (Business Site)	Reagan	Block 11	300' x 340'	1/1/67 - 12/31/67	350.00*
2313	Skelly Oil Company	Pipe Line	Andrews	Block 9	190.0 rds 2-3/8"	12/1/66 - 11/30/76	95.00
2314	Phillips Pipe Line Co. (renewal of 871)	Pipe Line	Upton	Blocks 3, 4 & 58	1,430.49 rds 8-5/8" 1,846.31 rds 10-3/4"	11/1/66 - 10/31/76	3,276.80
2315	Northern Natural Gas Co.	Pipe Line	Andrews	Blocks 12 & 13	4,172.79 rds 30"	12/1/66 - 11/30/76	8,345.58

EASEMENTS AND SURFACE LEASES - Continued

NO.	GRANTEE	TYPE OF PERMIT	COUNTY	LOCATION	DISTANCE OR AREA	PERIOD	CONSIDERATION
2316	D. D. Poynor Construction Co. (Salt Water Disposal Contract)	Surface Lease	Reagan	Block 11	5 acres	12/1/66 - 11/30/67	250.00*
2317	Warren Petroleum Corporation	Pipe Line	Crane	Blocks 30 & 31	441.0 rds 4-1/2" 301.0 rds 6-5/8"	11/1/66 - 10/31/76	521.50
2318	The Permian Corporation	Pipe Line	Reagan	Block 10	58.0 rds 4-1/2"	11/1/66 - 10/31/76	50.00 (min.)
2319	The Permian Corporation	Surface Lease (Tank Battery Site)	Reagan	Block 10	Approx. 2 acres	11/1/66 - 10/31/67	50.00*
2320	The Thomas Neon Company	Surface Lease (Road Sign Site)	Ward	Block 16	Less than 1 acre	7/1/66 - 11/5/66	75.00
2321	Shell Pipe Line Corporation	Surface Lease (Pump Station)	Reagan	Blocks 7 & 12	12.12 acres	12/1/66 - 11/30/67	181.80*
2322	Phillips Petroleum Company (renewal of 870)	Pipe Line	Crane	Block 30	1,200.4 rds of various sizes	11/1/66 - 10/31/76	935.55
2323	Phillips Petroleum Company (renewal of 872)	Pipe Line	Ector	Block 35	276.9 rds 10-3/4" 261.1 rds 8-5/8"	11/1/66 - 10/31/76	538.00
2324	El Paso Electric Company (renewal of 878)	Power Line	El Paso	Block L	12.42 rds	12/1/66 - 11/30/76	50.00 (min.)

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EASEMENTS AND SURFACE LEASES - Continued

NO.	GRANTEE	TYPE OF PERMIT	COUNTY	LOCATION	DISTANCE OR AREA	PERIOD	CONSIDERATION
2325	Pecos Growers Oil Company	Pipe Line	Pecos	Blocks 27 & 28 J. C. Campbell Survey 165	885.69 rds 6-5/8"	8/1/66 - 7/31/76	885.69
2326	Texas Highway Department	Highway Right-of-Way	Winkler	Block 21	35.23 acres	So long as used for highway purposes	None

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

MATERIAL SOURCE PERMITS

NO.	GRANTEE	COUNTY	LOCATION	QUANTITY	CONSIDERATION
310	W. A. (Bill) Farmer Construction Co.	Andrews	Block 9	60 cubic yards	\$ 50.00
311	H. E. R. Construction Co., Inc.	Andrews	Block 11	200 cubic yards	50.00
312	Ecko Well Servicing Corporation	Crane	Block 30	228 cubic yards	57.00
313	Public Construction Company	Ward	Block 16	99,099.6 cubic yards	9,909.96
314	W. A. (Bill) Farmer Construction Co.	Andrews	Block 11	468 cubic yards	117.00

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GRAZING LEASES

NUMBER		LESSEE	COUNTY	LOCATION	ACREAGE	PERIOD	ANNUAL RATE PER ACRE	SEMI-ANNUAL PAYMENTS 1/1 - 7/1	TOTAL ANNUAL RENTAL
NEW	OLD								
977	840	Ethel W. Bird and Charles A. Bird	Andrews	Block 7 & Martin	10,285.30	1/1/67 - 12/31/71	.40	\$ 2,057.06	\$ 4,114.12
978	841	Guy R. Mabee	Martin	Block 7	2,494.40	1/1/67 - 12/31/71	.40	498.88	997.76
979	842	Ellison Tom	Andrews	Blocks 3 & 4	13,941.40	1/1/67 - 12/31/71	.33	2,300.33	4,600.66 ⁽¹⁾
980	843	Marion Flynt	Martin	Block 7	1,245.70	1/1/67 - 12/31/71	.40	249.14	498.28
981	844	Walter W. Owens	Crockett	Block 29	12,284.70	1/1/67 - 12/31/71	.50	3,071.18	6,142.36
982	845	Ted Hamilton	Hudspeth	Block G	32,600.00	1/1/67 - 12/31/71	.15	2,445.00	4,890.00
983	846	John Casselman, Jr.	Andrews	Blocks 1, 2 & 9	60,580.72	1/1/67 - 12/31/71	.33	9,995.82	19,991.64
984	847	Edna Clarence Cockrell, Gdn. of Estate of Charles Ray Cockrell	Culberson	Block 48	11,016.60	1/1/67 - 12/31/71	.15	826.25	1,652.50

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(1) Since 169.7 acres are unavailable for lessee's use because of boundary dispute, semi-annual rental payments are reduced to \$2,272.33, annual rental to \$4,544.66 until such time as acreage is made available for use.

PERMANENT UNIVERSITY FUND - LAND MATTERS (Continued)

GRAZING LEASE NO. 916, CROCKETT COUNTY - RECOMMENDATION FOR ASSIGNMENT FROM ESTATES OF MR. AND MRS. J. W. HENDERSON, JR. TO J. W. HENDERSON, III AND DOROTHY HENDERSON PIERCE.--This grazing lease covers 7,040.0 acres in Blocks 31-33, Crockett County for the period January 1, 1965 through December 31, 1969 at annual rental of \$.50 per acre. Mr. J. W. Henderson, Jr. died last November and Mrs. Henderson in September, 1966. Application has been received from the Administrators of the estates and the son and daughter of the Hendersons for assignment of the acreage to them in two leases, the portions of the lease to each being divided by a laned County road.

The Executive Director of Investments, Trusts and Lands recommends that the assignments be approved as follows:

Grazing Lease No. 916 to J. W. Henderson, III covering 4,300 acres lying East of the Howard Wells Road in Blocks 31 and 32, for the remainder of the term of the lease, through December 31, 1969, at \$.50 per acre per year, payable semi-annually in the amount of \$1,075.

Grazing Lease No. 916-A to Mrs. Dorothy Henderson Pierce covering 2,740 acres, together with all improvements, lying West of the Howard Wells Road, in Blocks 32 and 33 for the remainder of the term of the lease, through December 31, 1969, at \$.50 per acre per year, payable semi-annually in the amount of \$685.

Bonus payment of \$2,150 from Mr. Henderson and \$1,370 from Mrs. Pierce has been received.

It is recommended that the Chairman of the Board be authorized to execute the assignments when approved as to form by the University Attorney and as to content by the Executive Director of Investments, Trusts and Lands or the Endowment Officer.

SURFACE LEASING POLICIES ON WEST TEXAS LANDS OF THE UNIVERSITY OF TEXAS - RECOMMENDATION FOR ACTION ON ITEMS OF SPECIAL COMMITTEE REPORT NOT PREVIOUSLY ACTED UPON.--At the May 28, 1966, meeting of the Board of Regents, the Report of the Special Committee on Surface Leasing Policies of West Texas Lands of The University of Texas was considered and action taken on all but four of the items presented. They were passed for further study and consideration at a later meeting.

The Executive Director, Investments, Trusts and Lands has studied the Committee's report, has inspected a substantial part of the lands in West Texas and has conferred with various administrative officials concerned as well as some of the lessees, and recommends approval of the following, all effective as of January 1, 1967: (The items are numbered as they were in the Committee Report)

2. Renewal of Grazing Lease.--In leasing University lands, or renewing existing leases thereon the primary consideration shall be the best interests of the University. Consistent with this overriding policy, in renewing leases, first consideration shall be given the Lessee or his heirs or devisees; it being understood that neither the University, nor the Lessee, shall be obligated to extend the term of the lease. Any such renewal may be renegotiated as to rental terms and provisions, and, insofar as is possible, shall be worked out at least 90 days in advance of the expiration date of the old lease.
12. Hunting Rights.--The Lessee shall have the right to control hunting on his grazing lease, provided that the University shall be entitled to one-half of the consideration received for hunting. Where such consideration is received, annual reports and payments shall be made to the Land Agent.

17. Records.--When requested to do so by the University, records shall be maintained and reports shall be furnished to the Land Agent by the Lessee as to the number, ages and type of livestock grazed on the lease and as to such other matters as may be necessary or appropriate. Such records and reports shall be in such detail as may be considered necessary or appropriate by the Land Agent.
18. Damage and Rate Schedule.--For convenience, both the current as well as the recommended rates are shown:

PIPE LINE EASEMENTS (All measurements OD diameters)

	<u>Current</u>	<u>Recommended</u>
A. Standard rates for varying sizes of pipe line, the rates being per rod for a 10-year period, payable in advance for the 10-year period:		
1. Lines 6 1/2 inches or under	\$.50	\$.50
2. Lines over 6 1/2 inches and under 12 inches	1.00	1.00
3. Lines 12 inches and under 25 inches	1.50	1.50
4. Lines 25 inches and under 35 inches	1.50	2.00
5. Lines 35 inches and over	1.50	2.50
B. <u>MINIMUM</u> for a pipe line easement \$50 payable in advance for the 10-year period.		
C. <u>FILING FEE</u> in the amount of \$5.00 made payable to the <u>General Land Office</u> must be submitted with all easements.		

POWER, TELEPHONE AND TELEGRAPH LINE EASEMENTS

A. Standard rates for varying types of lines, the rates being per rod for a 10-year period, payable in advance for the 10-year period:		
1. Two-wire residential type telephone line	\$.50	\$.25
2. Single pole line and buried cable	.50	.50
3. H-Frame pole construction	.50	.75
4. Steel towers	.50	1.00
B. <u>MINIMUM</u> for a power, telephone or telegraph line easement \$50.00 payable in advance for the 10-year period.		
C. <u>FILING FEE</u> in the amount of \$5.00 made payable to the <u>General Land Office</u> must be submitted with all easements.		

SURFACE LEASES (other than grazing leases)

A. Pump Stations, Booster Stations, Camp Sites, etc., per acre	\$ 10.00	\$ 15.00
B. Business Sites, Residential Sites, Microwave Towers, and other miscellaneous leases	Negotiated	Negotiated
C. <u>MINIMUM</u> for each such lease \$50.00 per year payable in advance.		
D. <u>NO FILING FEE</u> required.		

MATERIAL SOURCE PERMITS (Caliche, etc.)

	<u>Current</u>	<u>Recommended</u>
A. Per cubic yard, under 20,000 cubic yards	\$.25	\$.25
B. 20,000 cubic yards or over, one project	.25	Negotiated (\$.10 Min.)
C. <u>MINIMUM</u> for each permit \$50.00.		
D. <u>NO FILING FEE</u> required		

ASSIGNMENTS, TRANSFER OR CORRECTION OF EASEMENTS,
LEASES, ETC.

\$ 25.00 \$ 25.00

This charge will be collected for transfer, assignment or correction of approved leases or easements, including grazing leases, where the instrument provides for approval by the Board of Regents of such assignment, transfer or correction, except in cases where there is other cash consideration paid to the University in connection with the assignment, transfer or correction.

A FILING FEE of \$3.00 payable to the General Land Office must be submitted for grazing leases, water leases and certain other mineral leases and permits.

SCHEDULE OF MAXIMUM DAMAGES TO BE PAID SURFACE LESSEES

	<u>Current</u>	<u>Recommended</u>
1. <u>WELL LOCATIONS</u> (As permitted by Railroad Commission)		
a. 14,000 feet or less, per location	\$ 100.00	\$ 100.00
b. In excess of 14,000 feet, per location	100.00	250.00
c. Re-entry (No charge until expiration of lease then rates shown under (a) and (b) to be followed.)	none	
(The above rates include space for tank batteries.)		
d. Skidding of rig, prorated per mile	50.00	50.00
e. New road construction, prorated per mile	50.00	50.00

ALL OPERATORS MUST CONTACT THE UNIVERSITY LAND AGENT AND OIL FIELD SUPERVISOR (AT LEAST TWO DAYS IN ADVANCE OF THE MOVE-IN) SO AS TO EXPEDITE AND COORDINATE THE MOVE-IN WITH SURFACE LESSEE.

2. PIPE LINE CONSTRUCTION (All measurements OD diameters)

a. Water and fuel lines used for drilling purposes and removed when well is completed, per rod	\$ 0.10	\$ 0.10
b. Unburied lines, per rod	0.25	0.25
c. Lines 6 1/2 inches or under, per rod	0.50	0.50
d. Lines over 6 1/2 inches and under 12 inches, per rod	0.50	0.75
e. Lines 12 inches or over, per rod	0.75	1.00
f. Removal of buried lines, per rod	none	0.25

3. POWER, TELEPHONE AND TELEGRAPH CONSTRUCTION

	<u>Current</u>	<u>Recommended</u>
a. Two-wire residential type telephone line, per mile	\$ 50.00	\$ 25.00
b. Single pole lines, per mile	50.00	50.00
c. Buried cables, per mile	50.00	0.50 (per rod)
d. H-Frame or steel tower line, per mile	50.00	75.00
e. Removal of line, per mile	none	25.00
f. Removal of buried cable, per rod	none	0.25

4. MATERIAL SOURCE PITS AND USE OF ACCESS ROADS
(Caliche, etc.)

a. Per entry and use of access road	\$ 50.00	\$ 50.00
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(Before caliche can be removed permission must be obtained from the University Land Agent and Oil Field Supervisor or his representative, and on his request pits must be levelled in an acceptable manner.)

5. LIABILITY OF COMPANIES AND OPERATORS

These regulations do not in any way limit the liability of a company or operator in an action at law for any damages inflicted upon a surface lessee by reason of acts of negligence.

6. FENCES

No fence can be cut or gates or cattle guards installed without permission of the University Land Agent and Oil Field Supervisor.

7. A REPORT ON THE AMOUNT OF ANY TYPE DAMAGE PAYMENT TO A SURFACE LESSEE IN CONNECTION WITH THE ABOVE SCHEDULE MUST BE SUBMITTED IN WRITING TO:

Mr. Billy Carr
University Land Agent and Oil Field Supervisor
P. O. Drawer 553
Midland, Texas 79701

GEOPHYSICAL OPERATIONS

(1) Single shot (reflection or refraction shooting), per shot hole	\$ 10.00	\$ 10.00
(2) Seismic weight-dropping, vibrators or similar operations; one unit per day	25.00	25.00
Each additional unit, per day	10.00	10.00
(3) Gravity meter and magnetometer survey operations, per day	10.00	10.00
(4) Pattern shooting	See Schedule Below	

	<u>Current</u>	<u>Recommended</u>
36 holes or less, per pattern	\$ 10-30	\$ 35.00
37 to 75 holes, incl., per pattern	15-35	40.00
76 to 100 holes, incl., per pattern	20-40	45.00
101 holes or more, per pattern	25-45	50.00

(BASED ON PATTERNS ACCEPTABLE TO THE LAND AGENT)

Permittee shall pay no more than the above rates except on improved lands.

Permittee shall be directly responsible to surface lessees and all other lessees for actual damages caused to improvements and live-stock, or excessive damage to pasture or farm land. The University will arbitrate and fix all damage payments in the event of a disagreement between lessees and permittee.

GRAZING LEASE NO. 923, PECOS COUNTY - RECOMMENDATION FOR ASSIGNMENT FROM BLEVINS MCKENZIE ET AL TO MCKENZIE LAND & LIVESTOCK COMPANY.--Grazing Lease No. 923 located in Blocks 21-24, Pecos County, covers 18,574.2 acres for the five-year period January 1, 1965 through December 31, 1969. Annual rental is \$.35 payable \$3,250.49 semi-annually. Application has been received for the assignment of this lease from Blevins McKenzie et al to McKenzie Land & Livestock Company, a family corporation which went into operation in July, 1966. No bonus is involved and the University's standard assignment fee of \$25.00 has been received.

It is recommended by the Executive Director, Investments, Trusts and Lands, that the assignment be approved and the Chairman be authorized to execute the appropriate instrument when approved as to form by the University Attorney and as to content by the appropriate administrative official.

PERMANENT UNIVERSITY FUND - DISCUSSION MATTERS -

1. Possible Sale of University House in Crane, Texas.
2. Review of Policy re Portion of Permanent University Fund Funds to be Invested in Equities.
3. Review of Policies re Relations with Brokers.

TRUST AND SPECIAL FUNDS -- INVESTMENT MATTERS.--

REPORT OF PURCHASES AND SALE OF SECURITIES.--The following purchases of securities from October 12 through November 14, 1966, and a sale of securities on October 31, 1966, have been made for the Trust and Special Funds. The Executive Director of Investments, Trusts and Lands asks that the Board ratify and approve these transactions:

PURCHASES OF SECURITIES

Date of Purchase	Security	Principal Cost
10/12 & 13/66	\$ 50,000 par value Southwestern Bell Telephone Co. 5-3/8% Debentures, dated 6/1/66, due 6/1/2006, at 98-3/4 Net to yield 5.45% to maturity plus accrued interest to 10/19/66	\$ 49,375.00
	\$150,000 par value Ditto at 99-1/8 Net to yield 5.44% to maturity plus accrued interest to 10/19/66	148,687.50
	\$100,000 par value Southern California Edison Co. First & Refunding Mortgage Bonds, Series T, 5-1/4%, dated 5/15/66, due 5/15/91, at 98 Net to yield 5.40% to maturity plus accrued interest to 10/19/66	98,000.00
	\$100,000 par value Ditto at 98-1/4 Net to yield 5.38% to maturity plus accrued interest to 10/19/66	98,250.00
	\$200,000 par value American Telephone & Telegraph Co. 5-1/8% Debentures, dated 4/1/66, due 4/1/2001, at 94-7/8 Net to yield 5.45% to maturity plus accrued interest to 10/19/66	189,750.00
	\$200,000 par value Allied Chemical Corp. 5.20% Debentures, dated 4/26/66, due 11/1/91, at 97-1/2 Net to yield 5.40% to maturity plus accrued interest to 10/19/66	195,000.00
	\$150,000 par value General Motors Acceptance Corp. 4-7/8% Debentures, dated 12/1/65, due 12/1/87, at 91 Net to yield 5.61% to maturity plus accrued interest to 10/19/66	136,500.00
10/21/66	500 Shares Texaco Inc. Capital Stock at 71-1/4	35,855.65
	600 Shares American Smelting & Refining Co. Common Stock at 54-1/8	32,741.46
	100 Shares International Business Machines Corp. Capital Stock at 318-5/8	31,933.36
	900 Shares The Bendix Corp. Common Stock at 30-3/8	27,645.21
	800 Shares The Atchison, Topeka & Santa Fe Railway Co. Common Capital Stock at 28-3/8	22,965.52
	700 Shares Commonwealth Edison Co. Common Stock at 50-7/8 (Frank B. Cotton Trust - Endowment Account - Texas Western College)	35,921.13
	(Continued)	

PURCHASES OF SECURITIES
(Continued)

Date of Purchase	Security	Principal Cost
11/11/66	500 Shares Bristol-Myers Co. Common Stock, 400 shares at 49-3/4 and 100 shares at 49-5/8	\$ 25,081.83
	300 Shares Continental Can Co., Inc. Common Stock at 41-1/4	12,493.89
	300 Shares General Electric Co. Common Stock at 96-7/8	29,208.57
	400 Shares General Foods Corp. Common Stock at 76-1/8	30,636.44
	1,000 Shares Household Finance Corp. Common Stock at 28	28,330.00
	300 Shares Merck & Co., Inc. Common Stock at 79	23,840.70
	500 Shares Addressograph-Multigraph Corp. Common Stock at 56	28,223.00
	400 Shares Gulf Oil Corp. Capital Stock at 59	23,779.60
	500 Shares Honeywell Inc. Common Stock at 58-1/4	29,349.15
	200 Shares Eastman Kodak Co. Common Stock, 100 shares at 124-1/2 and 100 shares at 124-3/8	24,990.39
	500 Shares The Goodyear Tire & Rubber Co. Common Stock at 48	24,215.00
	1,000 Shares International Paper Co. Common Stock, 800 shares at 28-1/4 and 200 shares at 28	28,556.16
	300 Shares Coca-Cola Co. Common Stock at 85	25,642.50
	600 Shares General Telephone & Electronics Corp. Common Stock at 44-1/4	26,796.78
	500 Shares Sears, Roebuck & Co. Common Stock at 49-1/2	24,968.75
11/14/66	300 Shares Continental Can Co., Inc. Common Stock at 41-1/2 (Frank B. Cotton Trust - Endowment Account - Texas Western College)	12,569.25

SALE OF SECURITIES

Date Sold	Security	Principal Proceeds
10/31/66	\$400,000 par value U. S. 4-3/4% Treasury Certificates of Indebtedness of Series A-1966, dated 1/19/66, due 11/15/66, at 99-31/32nds Net (99.96875) (Gain on sale over book value \$332.51) (Frank B. Cotton Trust - Endowment Account - Texas Western College)	\$399,875.00

FUNDS GROUPED FOR INVESTMENT - RECOMMENDATION RE ADDITIONS.--It is recommended by the Executive Director of Investments, Trusts and Lands that the following additions of cash and new funds to be made to the "Funds Grouped for Investment" as of December 1, 1966, be approved:

Fund	Recommended Addition
Jennie and Carl Sundberg Scholarship Fund (College of Arts & Sciences Foundation) (\$3,000.00 already in Grouped)	\$ 1,000.00
J. Anderson Fitzgerald Special Scholarship Fund (College of Business Administration Foundation) (\$6,098.72 already in Grouped)	100.00
Edward Louis Dodd and Alice Laidman Dodd Fellowship Fund (\$50,230.13 already in Grouped)	46.37
Thos. E. Hogg - Residuary Legacy (\$2,944.84 already in Grouped)	33.63

FUNDS GROUPED FOR INVESTMENT - RECOMMENDATION RE ADDITIONS
 (Continued)

Fund	Recommended Addition
Interfraternity Council - Panhellenic Council Trust Fund (\$75,604.96 already in Grouped)	\$ 8,000.00
Jesse H. Jones Professorship in Graduate School of Business (NEW FUND)	25,000.00
Tom Schmidt Memorial Fund for Books (NEW FUND)	1,225.00
Gillette Professorship of Obstetrics and Gynecology (Southwestern Medical School) (\$8,923.03 already in Grouped)	80.91
Additions to be made to Funds Grouped on December 1, 1966	<u>\$35,485.91*</u>

*The above total of \$35,485.91, submitted for approval, supplements previously approved cash additions of \$8,386.66 to be made to Funds Grouped for Investment on December 1, 1966.

TRUST AND SPECIAL FUNDS - REAL ESTATE MATTERS.--

M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE - MOSE A. GIMBEL ESTATE - RECOMMENDATION FOR PURCHASE BY UNIVERSITY CANCER FOUNDATION OF REMAINING REAL ESTATE INTERESTS.--Mr. Mose A. Gimbel of Houston died in 1958 leaving his residuary estate for the erection of a building in the Texas Medical Center in Houston to "advance the cure of cancer." All parties concerned cooperated in a declaratory judgment proceeding under which the District Court of Harris County, 151st District, decreed that the estate be liquidated by Texas National Bank of Commerce, Independent Executor and Trustee, and the proceeds paid to the Board of Regents, in accordance with selection made by the Trustees of the estate, for the erection of a Gimbel Memorial Building at M. D. Anderson Hospital and Tumor Institute. Except for miscellaneous interests in unimproved land and mineral royalty interests, the estate has been liquidated by the Trustees, and a total of approximately \$946,244 has been paid to M. D. Anderson Hospital and Tumor Institute and expended on the Gimbel Wing to the existing building.

The University raised with Texas National Bank of Commerce the possibility of their conveying to the Board of Regents the various mineral and royalty interests, only one of which is producing, rather than selling them all for whatever could be obtained. The Bank replied that, on the basis of advice from its attorneys, it would be necessary for them actually to make a sale of all of these interests in order to comply with Mr. Gimbel's will and the District Court decree, except for a mineral interest under 454.4 acres in the Ambrose Mays Survey, Harris County, which Mr. Gimbel directed be retained for the benefit of the building. This interest will be conveyed to the Board of Regents by the Bank when the estate is closed.

The possibility of arranging purchase of the other mineral and royalty interests was discussed with the Land and Investment Committee in March, 1964, and the staff was directed to explore the possibility. Texas National Bank of Commerce has now furnished figures it considers acceptable for these various interests, along with two or three actual fee interests in land, and the Executive Director of Investments, Trusts and Lands joins the Director of M. D. Anderson Hospital and Tumor Institute in recommending that the Board of Regents authorize purchase of these interests from the University Cancer Foundation Operating Account, with the interests to become part of the University Cancer Foundation Endowment Account. Some of the figures quoted by the Bank are from the Inventory and Appraisal filed in the Probate Court. Though there seem to be some title questions and there will be no warranty or guarantee of title on any of the interests, it is believed that this purchase can be a favorable investment. The purchase will complete the liquidation of the estate, and all proceeds from the purchase, together with about \$3,000 cash on hand, will be paid over to M. D. Anderson Hospital and Tumor Institute for the Gimbel Wing. The interests recommended for purchase and the prices acceptable to the Bank as Trustee are as follows:

1. 1/6 of the minerals under various tracts out of 410 acres in the W. Howth Survey, Harris County \$ 50.00
2. 12/100 of the minerals under two tracts comprising a total of 47.8 acres in the Zavalla Survey on Cypress Creek, Harris County 50.00

M. D. Anderson Hospital and Tumor Institute - Mose A Gimbel Estate - Continued.--

3.	1/3 of the minerals under 8.3 acres, W. Howth Survey Harris County	\$ 50.00
4.	1/8 royalty interest under 5.5 acres, Riverside Oilfield Subdivision, John Brown Jones League, Harris County (Producing)	600.00
5.	1/16 royalty interest under Lot 42, Block 2, Riverside Oilfield Subdivision, John Brown Jones League, Harris County	5.00
6.	Undivided 1/20 interest in 3 small strips, Riverside Oilfield Subdivision, John Brown Jones League, Harris County	20.00
7.	Undivided 2/3 interest in East 1/2 of Lot 4, Block 1, McAshan, Slaughter and Brashear Subdivision containing 1/2 acre, John Brown Jones League, Harris County	350.00
8.	1/8 royalty interest under various lots, Stelzig, Kennedy and Gimbel Subdivision, C. M Schmidt Survey, Harris County	50.00
9.	Undivided 1/2 interest in 35 acres, James Strange Survey, Harris County	3,500.00
10.	Mineral interest under 3 small tracts, James Strange Survey, Harris County	50.00
11.	3 acres, Richard Green League, Liberty County	450.00
12.	Undivided 1/2 interest in 18 acres, Tamina Townsite, Montgomery County School Survey, Montgomery County	<u>450.00</u>
	Total	<u>\$ 5,625.00</u>

HOGG FOUNDATION: ESTATE OF THOMAS E. HOGG - RECOMMENDATION FOR JOINDER WITH MRS. MARGARET WELLS HOGG, AS LIFE TENANT, IN EXECUTION OF OIL, GAS AND MINERAL LEASE IN CHARENTON FIELD, ST. MARY PARISH, LOUISIANA.--At the January 15, 1966, meeting of the Board of Regents, approval was given for joinder with Mrs. Margaret Wells Hogg, widow of Thomas E. Hogg and life tenant as to the Louisiana interests in his estate, in three oil, gas and mineral leases under certain tracts in the Charenton Field, St. Mary Parish. The Estate owns an undivided .0625 of 1/4 of the minerals under the tracts. The leases were to Granada Petroleum Corporation for a primary term of five years, 3/16 royalty and bonus of \$50 per mineral acre.

Granada Petroleum Corporation now desires to obtain an oil, gas and mineral lease on the same terms and provisions with respect to the remaining 77 acres of the Amanda Plantation Tract, being the portion lying East of the railroad track. The Executive Director, Investments, Trusts and Lands, recommends the joinder in this lease and authorization for the Chairman of the Board to execute the necessary instruments when approved as to form by the University Attorney and as to content by an appropriate administrative official.

TEXAS WESTERN COLLEGE - FRANK B. COTTON TRUST - TERMINATION OF LEASES IN CHAMIZAL AREA.--In connection with the Chamizal Settlement approved by the Board of Regents at its meeting of August 27, 1966, it was set out that if there were only a partial taking of a leased area and the tenant proposed a termination of the lease, the Executive Director of Investments, Trusts and Lands was authorized, but not required, to agree to such termination and to report such actions to the Board for ratification.

The El Paso Grain Elevator Company and Western GMC Trucks, Inc. have requested termination of their leases effective September 30, 1966, and President Ray has recommended termination. Rent has been paid through September on both leases. The Executive Director of Investments, Trusts and Lands has agreed to such termination and ratification by the Board is requested.

LAND AND INVESTMENT COMMITTEE

Supplementary Agenda

Date: December 16, 1966

Time: 9:00 a. m.

Place: Castilian Room

Members:

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

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II. Trust and Special Funds - Real Estate Matters

Hogg Foundation: Thomas E. Hogg Estate -
Recommendation for Joinder with
Mrs. Margaret Wells Hogg in Oil and
Gas Lease on 108.16 Acres, J. H. Bell
Grant, Brazoria County

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III. Gift Bequest and Estate Matters

Main University - Recommendation for
Acceptance of Gift of Austin Real Estate
by Mrs. Zettie W. Cole Salathe for the
Albert Schweitzer Scholarship Fund and
Recommendation for Sale of Property

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SUPPLEMENTARY AGENDA

II. TRUST AND SPECIAL FUNDS - REAL ESTATE MATTERS

HOGG FOUNDATION: THOMAS E. HOGG ESTATE - RECOMMENDATION FOR JOINDER WITH MRS. MARGARET WELLS HOGG IN OIL AND GAS LEASE ON 108.16 ACRES, J. H. BELL GRANT, BRAZORIA COUNTY.--Miss Ima Hogg, Mrs. Alice Nicholson Hanszen, and the Estate of Thomas E. Hogg own in equal portions a mineral interest under a tract of 108.16 acres known as the Mealy-Bedford Tract in the J. H. Bell Grant, Abstract No. 40, Brazoria County. Mrs. Margaret Wells Hogg, widow of Thomas E. Hogg, and holder of a life estate in his estate, with remainder to the Board of Regents of The University of Texas, is joining Miss Hogg and Mrs. Hanszen in an oil and gas lease to George C. Ayres on this tract for primary term of three years, 1/6 royalty and bonus of \$25 per acre. Mrs. Hogg through her attorney requests that the Board of Regents, as remainderman of the Thomas E. Hogg Estate, join her in this lease. She will receive all bonuses, rentals and royalties under a prior agreement with the Board of Regents covering the Thomas E. Hogg Estate. The Executive Director, Investments, Trusts and Lands, recommends that the Board of Regents authorize joinder in this lease with instrument to be executed by the Chairman when approved as to form by the University Attorney and as to content by the Executive Director, Investments, Trusts and Lands.

III. GIFT BEQUEST AND ESTATE MATTERS

MAIN UNIVERSITY - RECOMMENDATION FOR ACCEPTANCE OF GIFT OF AUSTIN REAL ESTATE BY MRS. ZETTIE W. COLE SALATHE FOR THE ALBERT SCHWEITZER SCHOLARSHIP FUND AND RECOMMENDATION FOR SALE OF PROPERTY.-- Mrs. Zettie W. Cole Salathe has delivered to the University a Deed of Gift covering Lots 5 and 6, Block 34, Hyde Park Section 1 of the City of Austin, known as 3909 Avenue D improved with a duplex apartment. The following is quoted from the Deed:

"This donation and any fund or property arising therefrom in whatever form it may take, shall be called The Albert Schweitzer Scholarship Fund.

"The trustees shall hold, manage, control, exchange, lease, alienate, mortgage, invest, or reinvest in any way the whole or any part of such donation, fund, or property in whatever form it may take, shall collect the proceeds and income and shall, from time to time, pay out of the income, or if the income be insufficient, out of the principal, all expenses of the trust and any of the expense, cost or expenditures of or incurred in furthering the purpose of the trust.

"The purpose of the trust to be carried out by the trustees is singly or in any combination, the installation, establishment, support, or maintenance of scholarships to perpetuate the lifetime principles of Albert Schweitzer. It is my wish that scholarships granted hereunder be given to students possessing academic potential similiar to that of students enrolled under Plan II in the College of Arts and Sciences. Scholarships are to be awarded by a committee of not less than five members of the faculty of the Main University of The University of Texas as appointed from time to time by the Chancellor of The University of Texas. It is my desire that the initial committee consist of Dr. William A. Cunningham, Professor of Chemical Engineering; Donald B. Goodall, Professor of Art; Dr. Michael G. Hall, Associate Professor of History; Dr. Wayne H. Holtzman, Professor of Psychology and Dr. John R. Silber, Professor of Philosophy. It is my further desire that future appointees be selected from the academic fields of the nominees hereinabove named.

"If the purpose of this trust becomes impracticable, or if by reason of changed conditions its further execution becomes unnecessary or unwise in the judgment of the trustees, such trustees, acting by a majority vote, may designate another purpose which they may deem more appropriate under the circumstances, and the purpose so designated shall thereupon become the purpose of this trust."

It is estimated that the property is worth around \$11,000. Both apartments are vacant.

The Executive Director, Investments, Trusts and Lands joins the Executive Director, University Development Board, in recommending acceptance of this gift and it is further recommended that the Executive Director, Investments, Trusts and Lands be authorized to offer the property for sale through an Austin Realtor with payment of the usual 6 percent sales commission. Actual sale and conveyance of the property will be after specific authorization by the Board of Regents as to price and terms. This will also include authorization for the Executive Director, Investments, Trusts and Lands to obtain one or more independent appraisals.

Meeting of the Board

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

The Agenda for the regular meeting of the Board of Regents will not be prepared until all items have been submitted. The Agenda, thus, will be incorporated in the Supplementary Agenda Material.

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

Place: Grecian Room

Time: 9:00 a. m.

Saturday, December 17, 1966, 9:00 a. m.

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

Place: Grecian Room

Time: 9:00 a. m.

Saturday, December 17, 1966, 9:00 a. m.

A. INVOCATION

B. REPORTS AND SPECIAL ITEMS BY CHANCELLOR
RANSOM

C. CONSIDERATION OF MINUTES, NOVEMBER 4-5, 1966.--
Chairman Erwin asks that the following corrections be made
in the minutes of the meeting of November 4-5, 1966:

1. On Page 2 at the end of the 26th printed line, substitute the following in lieu of the word "awarded":

"sold within the 4% interest rate
presented by law"

2. On Page 25 in lines 31 and 32, substitute the following in lieu of the words "of the tennis courts closer to the stadium":

"surrounding the stadium back to
the stadium itself."

3. On Page 61 in lines 19 and 26, change "fund" to read "Permanent University Fund".

4. On Page 73 in line 8, insert after "endorsement" the following:

"or to the Legislature for approval";

on Page 73 in line 11, insert "or approval by the
Legislature" after "Coordinating Board."

5. By adding at the appropriate place on Page 81 under the topic "Main University: University Residence Halls and Apartments, . . ." the following paragraph:

"Applications will be received each year from October 16 through November 1 and will be placed in a container and a random drawing will be held on November 1 to establish a priority. Applications received after November 1 will be placed on the priority list for contract assignment according to the date the application is received."

MAIN UNIVERSITY AND SOUTH TEXAS MEDICAL SCHOOL:
 DUAL POSITIONS PURSUANT TO SECTION 33, ARTICLE XVI,
 CONSTITUTION OF TEXAS.--Chancellor Ransom recommends
 that an appropriate resolution be adopted authorizing that the
 following be permitted to serve on the board or commission
 as indicated. This recommendation complies with the Attorney
 General's opinion N. C-550 relative to service on a state or
 federal board or commission by members of the faculty or
 administration of The University of Texas within the meaning
 of Sections 12, 33 or 40 of Article XVI of the Constitution of
 Texas.

MAIN UNIVERSITY

<u>Name</u>	<u>Classification</u>	<u>Board or Commission</u>
Emmette S. Redford, Ph.D.	Professor of Government and Finance	Member - Committee comprising Task Force for the President of the United States

SOUTH TEXAS MEDICAL SCHOOL

Edward G. Rennels, M.D.	Professor and Chairman of the Department of Anatomy	Member - Division of Biology and Agriculture of the National Research Council
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(If this is approved, the minute order will be of the same
 format as it has been in previous minutes, the appropriate
 resolution having been adopted by the Board at its meeting
 on February 26, 1966.)

E. REPORTS OF STANDING COMMITTEES

1. Executive Committee by Committee Chairman
Bauer
2. Academic and Developmental Affairs Committee
by Committee Chairman Olan
3. Buildings and Grounds Committee by Committee
Chairman Johnson
4. Land and Investment Committee by Committee
Chairman Brennan
5. Medical Affairs Committee by Committee Chairman
Connally

F. REPORT OF BOARD FOR LEASE OF UNIVERSITY LANDS
BY REGENT BRENNAN

G. REPORT OF SPECIAL COMMITTEES, IF ANY

H. REPORT OF COMMITTEE OF THE WHOLE BY CHAIRMAN
ERWIN

I. ADJOURNMENT