

MEETING NO. 575

OCTOBER 25, 1958. --The Board of Regents of The University of Texas convened in regular session in Room 706 (Director's Conference Room) of The University of Texas M. D. Anderson Hospital and Tumor Institute, Houston, Texas, on Saturday, October 25, 1958, at 9:30 a. m. The Standing Committees met on October 24, 1958.

ATTENDANCE. --

Present

Absent

Chairman Jeffers
Vice-Chairman Sorrell
Regent Bryan
Regent (Mrs.) Devall
Regent Hardie
Regent Johnson
Regent Lockwood
Regent Minter
Regent Thompson
President Logan Wilson
Secretary Thedford

(See Page No. 7.)

Also present were Vice-President Casberg, Vice-President Cox, Vice-President Dolley, Vice-President Haskew, Comptroller Sparenberg, Endowment Officer Stewart, Attorney Waldrep, Mr. Keys (Director of News and Information Service), Doctor Clark, Doctor Gill, Doctor Olson, Doctor Ransom, Doctor Smiley, Doctor Taylor, Doctor Truslow, and other University personnel.

COMMITTEE REPORTS

REPORT OF BUILDINGS AND GROUNDS COMMITTEE (See Page 7 for Adoption.). --At the request of Chairman Jeffers, the following report of the Buildings and Grounds Committee was presented by Committee Chairman Lockwood and attention was called to a proposed lease agreement between The University of Texas and The Ex-Students' Association of The University of Texas:

MAIN UNIVERSITY - APPROVAL OF FINAL PLANS AND SPECIFICATIONS FOR ADDITION TO AND REMODELING OF TEXAS UNION BUILDING. --At the Regents' Meeting held May 30, 1958, the Board approved a loan agreement with Housing and Home Finance Agency for the issuance of bonds to cover the Addition to and Remodeling of the Texas Union Building at the Main University. In accordance with previous authorization given by the Board, the Associate Architect was instructed to proceed with the working drawings and specifications on this project. These

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working drawings and specifications have now been completed and have been approved by Doctor Livingston, Chairman, for the Union Building Committee, the Main University Faculty Building Committee, Vice-President Ransom, Comptroller Sparenberg, and President Wilson. It is recommended that these final plans and specifications be approved by the Board, and that the Comptroller be authorized to advertise for bids to be presented later to the Board for consideration.

Since this project is being handled under a loan agreement with the Housing and Home Finance Agency, it will be necessary for the Board of Regents to furnish this agency a resolution showing approval of the final plans and specifications. It is, therefore, recommended that the following resolution be adopted:

WHEREAS, the Board of Regents of The University of Texas has determined that it is necessary to construct an Addition to and Remodel the Texas Union Building at the Main University, Austin, Texas; and

WHEREAS, the firm of Page, Southerland, and Page was engaged as Consulting Architect and the firm of Golemon and Rolfe as Associate Architect to prepare plans and specifications for the aforesaid public work, and said architects have completed the plans and specifications and submitted them for approval; and

WHEREAS, the completed plans and specifications have been carefully studied and are considered to comprise adequate planning of the work and which is within the financial ability of The University of Texas to construct;

NOW, THEREFORE, BE IT RESOLVED by the Board of Regents of The University of Texas, the governing body of said applicant, that the plans and specifications submitted by the architects as listed above for the construction of an Addition to and Remodeling of the Texas Union Building, dated September 15, 1958, revised October 15, 1958, be and the same are hereby approved.

MAIN UNIVERSITY - APPROVAL OF PREVAILING WAGE RATES FOR ADDITION TO AND REMODELING OF TEXAS UNION BUILDING. --In connection with the Addition to and Remodeling of the Texas Union Building at the Main University which will be partly financed from funds received under loan agreement with the Housing and Home Finance Agency of the United States Government, certain requirements are set forth by the loan agreement and by instructions received from the Agency. One of these requirements calls for the furnishing by the Board of Regents of a resolution approving a schedule of Prevailing Wage Rates for construction in the area involved.

It is, therefore, recommended that the following resolution be adopted by the Board:

WHEREAS, The University of Texas (hereinafter called "University") has caused plans to be prepared for and intends to construct an Addition to and Remodel the Texas Union Building at the Main University; and

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WHEREAS, it is desirable that the rates of pay for laborers and mechanics engaged in the construction of such project will not be less than the prevailing per diem wage rates for similar work at the place such work is to be performed; and

WHEREAS, the governing authority of the University has made an investigation of the wage rates prevailing in the area;

BE IT RESOLVED BY THE GOVERNING BODY OF SAID UNIVERSITY:

That it is found and determined that the rates shown for the classifications listed on Pages 59 - 62 are the prevailing rates of per diem pay for laborers and mechanics engaged in similar work at the place where such work is to be performed.

MAIN UNIVERSITY - TRANSFER BACK TO APPROPRIATION FOR BUSINESS ADMINISTRATION - ECONOMICS BUILDING OF AMOUNT TAKEN FROM AVAILABLE UNIVERSITY FUND TO SET UP ESCROW DEPOSIT ON UNREFUNDED PERMANENT UNIVERSITY FUND BONDS, SERIES 1949. --In connection with the refunding of the Permanent University Fund Bonds, Series 1949, authorization was given at the Regents' Meeting held June 21, 1958, to transfer \$900,390.00 from the appropriation for the New Business Administration - Economics Building to an account entitled "Permanent University Fund Bonds, Series 1949, Escrow for Unrefunded Bonds" in order to cover the escrow deposit on the unrefunded bonds. In order to restore this amount to the appropriation for the new building, it is recommended that \$900,390.00 be appropriated from the Unappropriated Balance of the Available University Fund to Account No. 90965, New Business Administration - Economics Building. The balance in the Available University Fund Unappropriated Balance account at the present time is more than sufficient to cover this appropriation.

MAIN UNIVERSITY - MAJOR REPAIRS AND REHABILITATION PROJECTS FOR 1958-59. --It is recommended that an appropriation of \$200,000.00 be made from the Available University Fund Unappropriated Balance to Account No. 91500 - Major Repairs and Rehabilitation Projects at the Main University. It is further recommended that this \$200,000.00 be allocated to projects as indicated below:

APPROPRIATIONS TO BE CARRIED IN CENTRAL ADMINISTRATION ACCOUNTS,
TO BE HANDLED BY COMPTROLLER THROUGH PRESIDENT AND
REGENTS' BUILDINGS AND GROUNDS COMMITTEE.

1. Reburnishing of Hogg Auditorium	\$ 28,500.00
2. Modernization and Conversion of Tower Elevators in Main Building	40,000.00
3. Tile Floors and Walls for Shower and Toilet Rooms in Gregory Gymnasium	25,000.00
4. Rehabilitation and Modernization of Elevator in Home Economics Building	<u>22,500.00</u>
Sub-total	<u>\$116,000.00</u>

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APPROPRIATIONS TO BE CARRIED IN MAIN UNIVERSITY ACCOUNTS,
TO BE HANDLED BY MAIN UNIVERSITY DIRECTOR OF PHYSICAL PLANT
AND BUSINESS MANAGER

1. Finishing Room 300 in Music Building	\$ 15,000.00
2. Extending Lighting (Main Floor) in Gregory Gymnasium	10,000.00
3. Replacement of Inadequate Lighting and Circuits in Women's Gymnasium	10,000.00
4. Replacement of Outmoded and Unsanitary Rest Rooms in Various Buildings	6,500.00
5. Replacement of Roof over Swimming Pool in Gregory Gymnasium	10,000.00
6. Refinishing Surface and Replacing Barriers in Parking Lot No. 3 (South of Brackenridge Dormitory)	10,000.00
7. Construction and Replacement of Sidewalks	5,000.00
8. Rehabilitation of Irrigation Lines on West Side of Campus	10,000.00
9. Replacement of Ammonia Refrigeration Equipment	<u>7,500.00</u>
Sub-total	<u>\$ 84,000.00</u>
Total	<u><u>\$200,000.00</u></u>

The recommendations made above are in accordance with the information contained in The University of Texas Available University Fund Budget Submission for the next biennium, as submitted for the consideration of the Texas Commission on Higher Education, the Legislative Budget Board, and the Governor's Office. These recommendations were made by Mr. Eckhardt and Mr. Landrum and have been approved by Vice-President Ransom, Vice-President Dolley, and Comptroller Sparenberg.

MAIN UNIVERSITY - AWARD OF CONTRACTS FOR REMODELING OF ATTIC AND INSTALLATION OF ELEVATOR IN PETROLEUM ENGINEERING BUILDING. --In accordance with authorization given by the Board at the meeting held September 20, 1958, bids for the Remodeling of the Attic and Installation of Elevator in the Petroleum Engineering Building at the Main University were called for and were opened and tabulated on October 21, 1958, as shown on Page 57. These bids have been considered by the Main University Director of Physical Plant, other members of the Main University Physical Plant staff, the Comptroller's Office, and Vice-President Dolley, and it is the recommendation of all concerned that contract awards be made to the following bidders:

Remodeling of Attic (Fourth Floor) Jones and Hazeltine, Austin, Texas Base Bid	\$31,300.00
Installation of Passenger Elevator Otis Elevator Company, Dallas, Texas	<u>18,367.00</u>
Total Recommended Contract Awards	<u><u>\$49,667.00</u></u>

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MAIN UNIVERSITY - AWARD OF CONTRACT FOR LABORATORY THEATER BUILDING. --In accordance with authorization given by the Board at the meeting held September 20, 1958, bids for the construction of the Laboratory Theater Building for the Drama Department were called for and were opened and tabulated on October 21, 1958, as shown on Page 58. These bids have been considered by Page, Southerland, and Page, Architect on the project, Comptroller Sparenberg, and Vice-President Dolley, and it is the recommendation of all concerned that the contract award be made to the low bidder, as follows:

Joe Badgett, Austin, Texas	
Base Bid	\$48,939.00
Add Alternate No. 1	1,131.00
Add Alternate No. 2	404.00
Accept Alternate No. 3	<u>No Change</u>
Total Recommended Contract Award	<u>\$50,474.00</u>

MAIN UNIVERSITY - CHANGE IN SOURCES OF FUNDS FOR EXPANSION OF TEXAS UNION BUILDING. --At the Regents' Meeting held September 22, 1956, approval was given to certain sources of funds for the Expansion of the Texas Union Building at the Main University, which included an item of \$40,000.00 from "Sale of University Club Building." It is now recommended by Main University Business Manager Landrum, Vice-President Ransom, Vice-President Dolley, and President Wilson, with Comptroller Sparenberg concurring, that the appropriation from "Sale of University Club Building" be replaced by an appropriation of \$40,000.00 from Account No. 4350 - Division of Housing and Food Service - Major Repairs, Remodeling and Replacement, and Operating Reserve Fund, for the following reasons:

1. The bond resolution requires all funds pledged by the University to be deposited in the construction fund account at the time the revenue bonds are sold.
2. The bond resolution requirement would make it necessary to sell the University Club property at 2304 San Antonio Street by January 1, 1959.
3. Sale of the University Club property would probably mean that the University Club would have no facility at all for use during the period of the construction of the Texas Union Building Expansion.
4. The University Club, through its president, Doctor C. C. Colvert, has requested a postponement of the sale of the University Club property.
5. One of the conditions contained in the Contract for Sale dated June 24, 1952, signed by Joseph Jones, President, University Club, and D. K. Woodward, Chairman, Board of Regents of The University of Texas, reads as follows:

"It is the purpose and intention of the parties that the

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property during such time shall be maintained and operated as a faculty center until such time as a faculty center or club shall be established and operated by the University either on its campus or at some other suitable location adjacent to said campus."

With the approval of this recommendation, the sale of the University Club property could be postponed until a later date when the Addition to and Remodeling of the Texas Union Building will be finished.

It is further recommended that, in the event of the sale of the University Club property at a later date, an amount not to exceed \$40,000.00 should be returned to the Division of Housing and Food Service Reserve Fund, provided the University Club uses the facilities in the Texas Union Building under the conditions and operating procedures set up for the facilities available. It should be further understood that, in the event the University Club does not use the facilities in the Union Building, the \$40,000.00 appropriation recommended herein would be considered as an addition to the \$250,000.00 originally appropriated for Texas Union Building Expansion from the Division of Housing and Food Service Reserve Fund.

MAIN UNIVERSITY - AUTHORIZATION TO PROCEED WITH POWER PLANT PIPING PROJECT AS PART OF EXPANSION OF POWER PLANT PROJECT. --An appropriation of \$1,500,000.00 was set up in the 1955-56 budget of the Available University Fund for the overall project, Expansion of Power Plant Facilities at the Main University, and later an additional appropriation of \$16,490.00 was made from Main University General Funds. A number of smaller projects have been authorized out of this overall appropriation, some of which have been completed and some of which are still in progress. It is now believed to be the proper time to proceed with the various piping connections which will be necessary in order to utilize the various parts of this expansion project. It is highly desirable that this work be expedited as much as possible, and with this in mind the following recommendations have been made by the Main University Director of Physical Plant, which are concurred in by the Main University Business Manager and the Comptroller:

1. Authorize the Main University Physical Plant staff to prepare plans and specifications for the Power Plant Piping Project.
2. Authorize the Main University Business Manager and the Comptroller to approve these plans and specifications after they have been completed.
3. Authorize the Comptroller to advertise for bids and to award whatever contracts are necessary within the balance of money remaining in the overall Expansion of Power Plant Appropriation.

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PROPOSED LEASE AGREEMENT BETWEEN THE UNIVERSITY OF TEXAS AND THE EX-STUDENTS' ASSOCIATION OF THE UNIVERSITY OF TEXAS. --At this point Committee Chairman Lockwood pointed out that the proposed Lease Agreement between The University of Texas and The Ex-Students' Association of The University of Texas, as submitted by The Ex-Students' Association, had been referred from the Buildings and Grounds Committee to the Committee of the Whole.

At the Regents' meeting held March 15, 1958, the Board approved the request of The Ex-Students' Association to be assigned the Littlefield Home, located at 24th and Whitis Avenue, "with the understanding that a subsequent proposal with plans will be submitted, and the building will not be available until arrangements can be made to provide space for that portion of the Music Department presently assigned to the Littlefield Home."

It is reported here for the record that it was not possible to vacate the first floor of the Littlefield Home in time for The Ex-Students' Association to move in on September 1, 1958, as requested by the Board at its meeting on May 30, 1958. The Board had requested that it be vacated on September 1, 1958, if possible.

The Buildings and Grounds Committee on October 24, 1958, suggested that in this lease there should be an escape clause whereby at any time, by paying The Ex-Students' Association the amount of their unamortized investment, the University could resume exclusive use of the premises for its purposes.

The Committee of the Whole following the meeting of the Buildings and Grounds Committee, on October 24, 1958, adopted the Administration's recommendations concerning a lease between The University of Texas and The Ex-Students' Association together with the escape clause suggested by the Buildings and Grounds Committee. (A copy of the Administration's recommendations including the escape clause is in the Secretary's Files, Volume VI, Page 49 .) When this Agreement has been consummated, it will be reported in detail in the Minutes.

Adoption of Report. --Mr. Lockwood moved the adoption of the foregoing report and recommendations contained therein including those concerning the proposed Lease Agreement of the Littlefield Home. Mrs. Devall seconded the motion which was unanimously adopted.

ATTENDANCE. --Mr. Lockwood was excused from the meeting.

REPORT OF LAND AND INVESTMENT COMMITTEE (See Page 45 for adoption.). --At the request of Chairman Jeffers, Vice-Chairman Sorrell presented the report of the Land and Investment Committee.

Since ten days prior to the meeting each member of the Board had received in the Material Supporting the Agenda the complete report of the Land and Investment Committee, Vice-Chairman Sorrell called

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attention only to the recommendation for advertising for bids on the bond issue for the expansion of the Texas Union Building (Page 45).

The report follows:

PERMANENT UNIVERSITY FUND--INVESTMENT MATTERS. --

REPORT OF PURCHASES OF SECURITIES AND SALES OF STOCK RIGHTS. --The following purchases of securities and sales of stock rights have been made for the Permanent University Fund since the report of September 20, 1958. We ask that the Board ratify and approve these transactions:

PURCHASE OF SECURITIES

CORPORATE BONDS

Date of Purchase	Security	Par Value of Bonds Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield** on Cost
9/5/58	Standard Oil of Calif. SF Debs., 4-3/8s due 7/1/83	\$ 500,000	99.625 N.	\$ 498,125.00	4.40%
9/10/58	Sears, Roebuck & Co. SF Debs., 4-3/4s due 8/1/83	500,000	100.00 N.	500,000.00	4.75
9/18/58	Standard Oil of Indiana Debs., 4-1/2s due 10/1/83	500,000	99.00 N.	495,000.00	4.57
9/24/58	Consumers Power 1st Mtge. Bonds, 4-1/2s due 10/1/88	500,000	100.989 N.	504,945.00	4.44
9/26/58	Houston Lighting & Pwr. 1st Mtge. Bonds, 4-3/4s due 11/1/87	500,000	103.50 N.	517,500.00	4.53
10/3/58	Sears, Roebuck & Co. SF Debs., 4-3/4s due 8/1/83	100,000 50,000 100,000	103.125 $\frac{1}{4}$ 103.25 $\frac{1}{4}$ 103.375 $\frac{1}{4}$	103,375.00 51,750.00 103,625.00	
Sub-Total - Sears, Roebuck		(250,000)		(258,750.00)	(4.51)
10/8/58	Public Service Elec. & Gas 1st & Ref. Mtge. Bonds, 4-5/8s due 8/1/88	<u>250,000</u>	102.50 N.	<u>256,250.00</u>	<u>4.47</u>
Total Corporate Bonds Purchased		<u>\$3,000,000</u>		<u>\$3,030,570.00</u>	<u>4.53</u>

* Includes brokerage commissions paid.

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

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COMMON STOCKS

Date of Purchase	Security	Number of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield** On Cost
9/2/58	Continental Oil Co. Capital Stock	900	58 (400) 57-7/8(500)	\$ 52,540.65	2.74%
9/2/58	General Electric Co. Common Stock	800	64 (500) 63-3/4(300)	51,488.14	3.11
9/2/58	American Tel. & Tel. Co. Capital Stock	200	184-1/2(100) 184-3/8(100)	37,002.39	4.86
9/2/58	Atchison, Topeka & Santa Fe Railway Co. Capital Stock	2,100	23-3/4	50,523.48	5.82
9/2/58	National Lead Co. Common Stock	400	104-1/2	41,997.80	3.10
9/3/58	Commonwealth Edison Co. Common Stock	1,100	53-1/2(100) 53-1/4(300) 53 (300) 52-3/4(400)	58,812.36	3.74
9/3/58	Republic Steel Corp. Common Stock	800	58-1/8(400) 58 (400)	46,808.44	5.13
9/3/58	Bank of America Natl. Tr. & Sav. Assoc. Common Capital Stock	600	38-1/2 Net	23,100.00	4.68
9/3/58	Chase Manhattan Bank Capital Stock	500	53 Net	26,500.00	4.53
9/3/58	Continental Casualty Co. Common Stock	300	96-1/2 Net	28,950.00	1.45
9/3/58	U.S. Fidelity & Guaranty Co. Capital Stock	500	64-1/4 Net	32,125.00	3.11
9/5/58	International Business Machines Corp. Capital Stock	100	372-3/4	37,350.00	0.70
9/5 & 8/58	American Home Products Corp. Capital Stock	400	107-7/8(200) 106-1/4(100) 106-5/8(100)	43,061.37	3.34

* Includes brokerage commissions paid.

** Yield at present indicated dividend rates on common stocks.

Date of Purchase	Security	Number of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield** On Cost
9/5, 9, 9, & 10/58	Household Finance Corp. Common Stock	1,900	36-3/4(600) 37-1/2(100) 37-3/8(100) 37-1/4(100) 37-5/8(500) 37-3/4(300) 37-5/8(200)	\$ 71,640.66	3.18%
9/5/58	Aluminum Co. of America Common Stock	600	77-1/8(100) 76-5/8(300) 76-1/2(200)	46,279.99	1.56
9/5/58	Sears, Roebuck & Co. Common Stock	1,500	32-5/8	49,467.15	3.34
9/8/58	The Detroit Edison Co. Capital Stock	1,200	40-1/8	48,618.72	4.94
9/8/58	Public Service Elec. & Gas Co. Common Stock	1,400	34-1/2(1000) 34-3/8(400)	48,757.26	5.17
9/8/58	Continental Can Co. Common Stock	1,000	49-1/8(200) 49 (100) 48-3/4(500) 48-1/2(200)	49,234.02	3.66
9/8/58	National Dairy Products Corp. Common Stock	1,100	45 (600) 44-3/4(400) 44-5/8(100)	49,818.33	3.97
9/9/58	The Dow Chemical Co. Common Stock	800	67 (400) 66-7/8(400)	53,915.56	1.78
9/9/58	United Gas Corporation Common Stock	1,400	34-3/4(100) 34-5/8(300) 34-1/2(700) 34-3/8(100) 34-1/4(200)	48,807.51	4.30
9/9/58	The First National Bank of Boston Capital Stock	400	76 Net	30,400.00	4.41
9/9/58	Continental Illinois Natl. Bank & Trust Co. Common Capital Stock	300	91-3/4N.(200) 91-1/2N. (100)	27,500.00	4.36
9/10/58	Wisconsin Electric Power Co. Common Stock	1,400	33-7/8(700) 34 (700)	48,016.08	4.96

* Includes brokerage commissions paid.

** Yield at present indicated dividend rates on common stocks.

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Date of Purchase	Security	Number of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield** On Cost
9/10 & 11/58	Standard Oil Co. (N. J.) Capital Stock	800	56 (200) 55-7/8(500) 55-5/8(100)	\$ 45,056.71	3.99%
9/10/58	Eastman Kodak Co. Common Stock	400	130	52,208.00	2.18
9/10/58	Link-Belt Co. Common Stock	800	56-3/4(400) 57 (400)	45,857.52	4.19
9/11/58	Norfolk & Western Rail- way Co. Common Stock	700	69-3/4(100) 69-5/8(100) 69-7/8(500)	49,196.89	5.69
9/11/58	Westinghouse Electric Corp. Common Stock	800	63 (300) 63-1/8(100) 63-1/2(200) 63-7/8(200)	51,050.19	3.13
9/11, 16, & 17/58	The Firestone Tire & Rubber Co. Common Stock	500	104 (200) 109-1/2(100) 110 (200)	53,998.75	2.41
9/16 & 17/58	Gulf States Utilities Co. Common Stock	1,100	48-1/4(400) 48-1/4(100) 48-1/2(100) 48-5/8(500)	53,762.95	3.68
9/12, 15, 16 & 17/58	Cleveland Electric Illum. Co. Common Stock	1,100	43-1/2(100) 43-1/8(100) 44-3/4(300) 44-7/8(200) 44-1/2(200) 44-3/8(100) 45 (100)	49,353.52	3.57
9/12/58	Pittsburgh Plate Glass Co. Capital Stock	600	76-1/4(100) 76-1/8(100) 76 (200) 75-7/8(100) 75-3/4(100)	45,879.61	3.60
9/12/58	Kimberly-Clark Corp. Common Stock	800	63-1/4	50,962.64	2.83
9/12/58	Libbey-Owens-Ford Glass Co. Common Stock	600	91-1/2	55,188.90	3.91
9/15/58	Hartford Fire Insurance Co. Capital Stock	100	159-1/2 Net	15,950.00	1.88

* Includes brokerage commissions paid.

** Yield at present indicated dividend rates on common stocks.

Date of Purchase	Security	Number of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield** On Cost
9/15/58	National Life & Accident Ins. Co. Capital Stock	200	98-1/2 Net	\$ 19,700.00	0.61%
9/16 & 17/58	Public Service Co. of Colorado Common Stock	1,000	45-3/4(600) 46 (300) 45-5/8(100)	46,231.59	3.89%
9/16, 17, & 18/58	Public Service Co. of Indiana Common Stock	1,200	41-3/8(700) 41-5/8(200) 41-1/2(300)	50,214.20	4.78
9/16/58	Bethlehem Steel Corp. Common Stock	1,000	48-1/2(300) 48-5/8(500) 48-3/4(200)	49,045.56	4.89
9/16/58	Phillips Petroleum Co. Common Stock	1,000	46-3/8(200) 46-1/2(600) 46-5/8(200)	46,922.50	3.62
9/17/58	Coca-Cola Co. Common Stock	400	115-3/4(200) 115-1/2(200)	46,452.26	4.31
9/17/58	Commercial Credit Co. Common Stock	900	58-3/4(700) 58-1/2(100) 58-1/4(100)	53,203.84	4.74
9/17/58	Kennecott Copper Corp. Capital Stock	500	96-1/2	48,493.25	4.12
9/17/58	National Cash Register Co. Common Stock	700	74	52,124.80	1.61
9/18/58	El Paso Natural Gas Co. Common Stock	1,700	32-5/8(1200) 33 (500)	56,251.22	3.90
9/18/58	Ohio Edison Co. Common Stock	900	53 (100) 53-1/8(600) 53-1/4(200)	48,223.82	4.93
9/18/58	Union Carbide Corp. Capital Stock	400	110-7/8	44,550.36	3.55
9/19/58	St. Paul Fire & Marine Ins. Co. Capital Stock	600	51-1/2 Net	30,900.00	2.33
9/19/58	Lincoln National Life Ins. Co. Capital Stock	100	205-1/2 Net	20,550.00	0.95
9/19/58	The First Natl. City Bank of New York Capital Stock	300	71-3/8 Net	21,412.50	4.20

* Includes brokerage commissions paid.

** Yield at present indicated dividend rates on common stocks.

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Date of Purchase	Security	Number of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield** On Cost
9/19/58	Bankers Trust Co. Capital Stock	300	74-7/8 Net	\$ 22,462.50	4.01%
9/22/58	Owens-Illinois Glass Co. Common Stock	700	75	52,825.50	3.31
9/22/58	U. S. Gypsum Co. Common Stock	600	86-1/2	52,185.90	3.33
9/22/58	Potomac Elec. Power Co. Common Stock	2,100	23-7/8(1200) 24 (900)	50,900.28	4.95
9/22/58	International Paper Co. Common Stock	400	114	45,801.60	2.62
9/23/58	Minneapolis-Honeywell Regulator Co. Common Stock	500	98-3/8(200) 98-1/2(300)	49,469.23	1.77
9/23 & 10/2/58	General Motors Corp. Common Stock	1,100	46-1/4(800) 47-5/8(300)	51,752.97	4.25
9/23 & 24/58	The Procter & Gamble Co. Common Stock	700	66-1/2(500) 66-5/8(100) 67 (100)	46,932.11	2.98
9/23/58	Ingersoll-Rand Co. Common Stock	600	86 (100) 86-3/4(200) 87 (300)	52,336.06	4.59
9/24/58	C. I. T. Financial Corp. Common Stock	800	54-5/8(500) 54-1/2(300)	44,018.15	4.36
9/24 & 25/58	Gulf Oil Corporation Capital Stock	500	111-7/8(200) 112-7/8(100) 113-1/4(200)	56,563.83	2.21
9/24/58	Corning Glass Works Common Stock	500	94 (100) 94-1/8(100) 94-1/4(300)	47,329.60	1.58
9/24 & 25/58	Virginia Elec. & Power Co. Common Stock	1,600	30-3/4(100) 30-7/8(200) 31 (300) 31-1/4(500) 31-3/8(100) 31-1/2(400)	50,466.10	3.17
9/26/58	First National Bank of Chicago Common Stock	100	301-1/2 Net	30,150.00	2.65
9/26/58	First Natl. Bank in Dallas Capital Stock	600	33 Net	19,800.00	4.24

* Includes brokerage commissions paid.

** Yield at present indicated dividend rates on common stocks.

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Date of Purchase	Security	Number of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield** On Cost
9/29/58	Central & South West Corp. Common Stock	1,000	48-5/8(700) 48-7/8(200) 49 (100)	\$ 49,146.05	3.46%
9/29/58	The Texas Co. Capital Stock	700	74-3/8	52,387.58	3.14
9/30/58	The Goodyear Tire & Rubber Co. Common Stock	500	93-1/2	46,991.75	2.55
9/30, 10/1 & 2/58	Philadelphia Electric Co. Common Stock	1,200	42-7/8(200) 43 (700) 43-3/8(300)	52,173.95	4.60
9/29/58	General Telephone Corp. Common Stock	900	52-1/2	47,648.25	3.78
9/29/58	Marine Midland Corp. Common Stock	800	22-5/8(700) 22-3/4(100)	18,355.05	4.36
9/29/58	Insurance Co. of North America Capital Stock	200	106-3/4	21,449.36	2.33
9/30/58	Armco Steel Corp. Common Stock	800	60	48,360.00	4.96
9/30/58	Corn Products Ref. Co. Common Stock	1,000	46	46,420.00	3.88
10/1/58	E. I. du Pont de Nemours & Co. Common Stock	200	197-3/4	39,667.56	3.28
10/1/58	International Bus. Machines Corp. Capital Stock	100	407-1/2	40,825.00	0.64
10/1/58	Union Pacific RR Co. Common Capital Stock	1,600	31-1/4(500) 31-3/8(500) 31-1/2(600)	50,767.60	5.04
10/1, 6, & 7/58	Federated Department Stores Common Stock	1,000	49-3/4(400) 52 (200) 52-1/4(300) 50-5/8(100)	51,478.17	3.50
10/1/58	R. J. Reynolds Tobacco Co. New Class B. Common Stock	600	86 (200) 86-1/2(200) 87 (200)	52,185.90	4.14
10/3/58	Aetna Life Insurance Co. Capital Stock	200	202 Net	40,400.00	1.68

* Includes brokerage commissions paid.

** Yield at present indicated dividend rates on common stocks.

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Date of Purchase	Security	Number of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield** On Cost
10/3/58	Chemical Corn Exchange Bank Capital Stock	400	56-7/8 Net	\$ 22,750.00	4.04%
10/6/58	Wisconsin Electric Power Co. Common Stock	740	29 1/10 rights	21,460.00	5.86
10/6/58	Consumers Power Co. Common Stock	900	56	50,801.40	4.25
10/7/58	Houston Lighting & Power Co. Common Stock	700	65 (100) 65-1/4(600)	45,968.68	2.44
10/7/58	Baltimore Gas & Electric Co. Common Stock	1,200	41-3/4	50,578.56	4.27
10/7/58	Florida Power & Light Co. Common Stock	600	81	48,882.60	1.87
10/7/58	Standard Oil Co. of Calif. Capital Stock	900	55-5/8(500) 55-3/4(200) 55-7/8(200)	50,538.64	3.56
10/7 & 8/58	Union Carbide Corp. Capital Stock	500	115-1/2	58,002.75	3.10
10/8/58	General Foods Corp. Common Stock	800	68-3/4	55,367.04	3.47
10/8/58	Pittsburgh Plate Glass Co. Capital Stock	700	80-1/4(300) 80 (400)	56,404.09	3.41
10/9/58	Bendix Aviation Corp. Common Stock	800	56-1/2(200) 57-1/2(600)	46,157.80	4.16
10/9/58	United States Steel Corp. Common Stock	700	81-5/8	57,467.62	3.65
10/9/58	Socony-Mobil Oil Co., Inc., Capital Stock	1,000	50-1/8(700) 50-1/4(300)	50,602.66	4.94
10/9 & 10/58	National Lead Company Common Stock	500	111-1/2(200) 112-1/2(100) 114 (100) 115 (100)	56,701.45	2.87
10/10/58	Crown Zellerbach Corporation Common Stock	900	55-1/2(400) 55-1/4(500)	50,225.85	3.23

* Includes brokerage commissions paid.

** Yield at present indicated dividend rate on common stocks.

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Date of Purchase	Security	Number of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield** On Cost
10/10/58	Merck & Company, Inc., Common Stock	700	69-5/8(100) 69-3/8(100) 69-1/4(500)	\$ 48,846.55	2.01%
Total Common Stocks Purchased		74,840		4,407,462.23	3.54
Total Corporate Securities Purchased				\$7,438,032.23	3.92%

SALE OF SECURITIES

Date Sold	Quantity	Security Sold	Net Principal Proceeds
9/24/58	4,000	rights to subscribe for Public Service Co. of Indiana, Inc., 4.80% Cumulative Preferred Stock (convertible into common stock on and after 1/1/60 on basis of 2-1/2 shares common for 1 share preferred or 40 per share for common)	\$ 699.98

PERMANENT UNIVERSITY FUND INVESTMENT PROGRAM - RECOMMENDED CHANGES IN DIVERSIFICATION PATTERNS. -- The following table gives the present industry percentage allocations, based on per cent of total common stocks, and the recommended changes in such allocations. It is recommended that approval be given to the proposed percentage allocation changes as shown on the table.

PROPOSED CHANGES IN INDUSTRY PERCENTAGE ALLOCATIONS
(Dollar Allocations Based on \$150,000,000 in Common Stocks)

Corporations by Industry Groups	% of Total Common Stocks		Dollar Group Allocation	
	Present#	Recommended	Present	Recommended
<u>A. INDUSTRIALS</u>				
Group I:	(22.8%)	(25.0%)	(\$ 34,200,000)	(\$ 37,500,000)
1. Food & Household (Changed from Food, etc.)	4.9	6.0	7,350,000	9,000,000
2. Chemical Products	4.9	5.0	7,350,000	7,500,000
3. Containers	2.4	2.5	3,600,000	3,750,000
4. Paper Products	3.3	3.5	4,950,000	5,250,000
5. Retail Trade	2.4	3.0	3,600,000	4,500,000
6. Tobacco Products	1.6	1.5	2,400,000	2,250,000
7. Drugs (Changed from Drugs, etc.)	3.3	3.5	4,950,000	5,250,000

* Includes brokerage commissions paid.

** Yield at present indicated dividend rate.

Converted from 100% allocations in policy to each of the four basic groups classified as industrials, public utilities, rails and rail equipment, and financial corporations.

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Corporations by Industry Groups	% of Total Common Stocks		Dollar Group Allocation	
	Present [#]	Recommended	Present	Recommended
<u>Group II:</u>	(23.6%)	(24.0%)	(\$ 35,400,000)	(\$ 36,000,000)
1. Air Transport	-0-	-0-	-0-	-0-
2. Building Materials	4.1	4.5	6,150,000	6,750,000
3. Electrical - Electronic	4.1	4.0	6,150,000	6,000,000
4. Office Equipment	2.4	3.0	3,600,000	4,500,000
5. Petroleum Products	7.3	8.0	10,950,000	12,000,000
6. Synthetic Fibers & Textiles	-0-	-0-	-0-	-0-
7. Tires & Rubber	2.4	2.0	3,600,000	3,000,000
8. Autos & Auto Parts	3.3	2.5	4,950,000	3,750,000
<u>Group III:</u>	(10.7%)	(9.5%)	(\$ 16,050,000)	(\$ 14,250,000)
1. Machinery & Equipment	4.1	2.5	6,150,000	3,750,000
2. Metals - Nonferrous	3.3	2.5	4,950,000	3,750,000
3. Steel & Iron	3.3	4.5	4,950,000	6,750,000
<u>Group IV (Miscellaneous):</u>	(4.9%)	(3.5%)	(\$ 7,350,000)	(\$ 5,250,000)
Totals - Industrials	<u>62.0</u>	<u>62.0</u>	<u>93,000,000</u>	<u>93,000,000</u>
B. PUBLIC UTILITIES				
1. Light and Power	19.5	21.0	29,250,000	31,500,000
2. Gas Service & Gas Transmission	3.3	2.5	4,950,000	3,750,000
3. Telephone	<u>1.6</u>	<u>1.5</u>	<u>2,400,000</u>	<u>2,250,000</u>
Totals - Public Utilities	<u>24.4</u>	<u>25.0</u>	<u>36,600,000</u>	<u>37,500,000</u>
C. <u>RAILS & RAIL EQUIPMENT</u>	<u>3.2</u>	<u>2.5</u>	<u>4,800,000</u>	<u>3,750,000</u>
D. FINANCIAL CORPORATIONS				
1. Banks	5.5	5.5	8,250,000	8,250,000
2. Insurance - Fire & Casualty	2.3	1.5	3,450,000	2,250,000
3. Insurance - Life	1.6	1.5	2,400,000	2,250,000
4. Finance Companies	<u>1.0</u>	<u>2.0</u>	<u>1,500,000</u>	<u>3,000,000</u>
Totals - Financial Corporations	<u>10.4</u>	<u>10.5</u>	<u>15,600,000</u>	<u>15,750,000</u>
TOTALS	<u><u>100.0%</u></u>	<u><u>100.0%</u></u>	<u><u>\$150,000,000</u></u>	<u><u>\$150,000,000</u></u>

[#]Converted from 100% allocations in policy to each of the four basic groups classified as industrials, public utilities, rails and rail equipment, and financial corporations.

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PERMANENT UNIVERSITY FUND INVESTMENT PROGRAM - RECOMMENDED CHANGES IN LIST OF CORPORATIONS FOR COMMON AND PREFERRED STOCK PURCHASES. --The following table gives the present approved weightings for stocks within the industry groups and the dollar allocations to each company, based on the above recommended changes in industry allocations. It is recommended that approval be given to the proposed deletions and additions as shown on the table. It is further recommended that the Endowment Officer be authorized to sell the holdings of common stocks in those companies approved for deletion, the timing of such sales to be subject to the approval of the Staff Investment Committee.

PROPOSED CORPORATION DELETIONS AND ADDITIONS
(Dollar Allocation Based on \$150,000,000 in Common Stocks)

Corporations by Industry Groups	Weighting within Industry Group		Dollar Company Allocations	
	Present	Recommended	Present	Recommended
<u>A. INDUSTRIALS</u>				
<u>Group I:</u>				
<u>1. Food & Household:</u>			(\$ 7,350,000)	(\$ 9,000,000)
Borden	2	2	1,050,000	1,060,000
Coca Cola	2	2	1,050,000	1,060,000
Corn Products Refining	2	2	1,050,000	1,060,000
General Foods	3	3	1,575,000	1,586,000
National Biscuit	2	2	1,050,000	1,060,000
National Dairy Products	3	3	1,575,000	1,587,000
Procter & Gamble	-	3	-	1,587,000
(Moved from Drugs, etc.)				
<u>2. Chemical Products:</u>			(\$ 7,350,000)	(\$ 7,500,000)
Allied Chemical	1	1	490,000	575,000
American Cyanamid	2	2	980,000	1,155,000
Dow Chemical	3	2	1,470,000	1,155,000
E. I. du Pont	4	4	1,960,000	2,300,000
Monsanto Chemical	1	1	490,000	575,000
Union Carbide	4	3	1,960,000	1,740,000
<u>3. Containers:</u>			(\$ 3,600,000)	(\$ 3,750,000)
American Can	1	1	1,200,000	1,250,000
Continental Can	1	1	1,200,000	1,250,000
Owens-Illinois-Glass	1	1	1,200,000	1,250,000
<u>4. Paper Products:</u>			(\$ 4,950,000)	(\$ 5,250,000)
Crown Zellerbach	2	2	1,100,000	1,050,000
International Paper	3	3	1,650,000	1,575,000
Kimberly-Clark	2	2	1,100,000	1,050,000
Scott Paper <u>ADDITION</u>	-	2	-	1,050,000
Union Bag-Camp Paper	2	1	1,100,000	525,000

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Corporations by Industry Groups	Weighting within Industry Group		Dollar Company Allocations	
	Present	Recommended	Present	Recommended
<u>5. Retail Trade:</u>			(\$ 3,600,000)	(\$ 4,500,000)
Federated Department Stores	2	1	900,000	1,125,000
Kroger <u>ADDITION</u>	-	1	-	1,125,000
J. C. Penney	3	1	1,350,000	1,125,000
Sears, Roebuck	3	1	1,350,000	1,125,000
<u>6. Tobacco Products:</u>			(\$ 2,400,000)	(\$ 2,250,000)
American Tobacco	2	1	960,000	750,000
Reynolds Tobacco	3	2	1,440,000	1,500,000
<u>7. Drugs:</u>			(\$ 4,950,000)	(\$ 5,250,000)
American Home Products	3	3	1,350,000	1,305,000
Merck	2	3	900,000	1,305,000
Parke, <u>ADDITION</u> Davis	-	2	-	880,000
Chas. Pfizer	2	2	900,000	880,000
Procter & Gamble (Moved to Food & Household)	4	-	1,800,000	-
Smith, <u>ADDITION</u> Kline, French Laboratories, Inc.	-	2	-	880,000
<u>Group II:</u>				
<u>1. Air Transport:</u>			-0-	-0-
<u>2. Building Materials:</u>			(\$ 6,150,000)	(\$ 6,750,000)
Armstrong Cork	1	1	560,000	615,000
Johns-Manville	2	2	1,120,000	1,230,000
Otis Elevator	2	2	1,120,000	1,230,000
Pittsburgh Plate Glass	3	3	1,675,000	1,837,000
U. S. Gypsum	3	3	1,675,000	1,838,000
<u>3. Electrical - Electronic:</u>			(\$ 6,150,000)	(\$ 6,000,000)
Bendix Aviation	1	1	615,000	600,000
General Electric	4	4	2,460,000	2,400,000
McGraw-Edison	1	1	615,000	600,000
Minneapolis-Honeywell Regulator	2	2	1,230,000	1,200,000
Westinghouse Electric	2	2	1,230,000	1,200,000
<u>4. Office Equipment:</u>			(\$ 3,600,000)	(\$ 4,500,000)
Addressograph- Multigraph	1	1	515,000	1,125,000
Inter. Bus. Machines	4	2	2,060,000	2,250,000
Nat'l. Cash Register	2	1	1,025,000	1,125,000

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Corporations by Industry Groups	Weighting within Industry Group		Dollar Company Allocations	
	Present	Recommended	Present	Recommended
<u>5. Petroleum Products:</u>			(\$ 10,950,000)	(\$ 12,000,000)
Continental Oil	3	3	1,315,000	1,500,000
Gulf Oil	3	3	1,315,000	1,500,000
Phillips Petroleum	2	2	875,000	1,000,000
Shell Oil	2	2	875,000	1,000,000
Sinclair Oil	1	1	440,000	500,000
Socony-Mobil Oil	3	2	1,315,000	1,000,000
Standard Oil of California	3	3	1,315,000	1,500,000
Standard Oil (New Jersey)	4	4	1,750,000	2,000,000
Texas Company	4	4	1,750,000	2,000,000
<u>6. Synthetic Fibers & Textiles:</u>			-0-	-0-
<u>7. Tires & Rubber:</u>			(\$ 3,600,000)	(\$ 3,000,000)
Firestone Tire & Rubber	1	3	1,200,000	1,125,000
B. F. Goodrich	1	2	1,200,000	750,000
Goodyear Tire & Rubber	1	3	1,200,000	1,125,000
<u>8. Autos & Auto Parts:</u>			(\$ 4,950,000)	(\$ 3,750,000)
Borg-Warner <u>DELETION</u>	1	-	550,000	-
Ford Motor	2	1	1,100,000	535,000
General Motors	4	4	2,200,000	2,145,000
Libbey-Owens-Ford Glass	2	2	1,100,000	1,070,000
<u>Group III:</u>				
<u>1. Machinery & Equipment:</u>			(\$ 6,150,000)	(\$ 3,750,000)
Caterpillar Tractor	3	3	1,670,000	1,400,000
Ex-Cell-O	2	2	1,120,000	940,000
Ingersoll-Rand	2	2	1,120,000	940,000
International <u>DELETION</u>	2	-	1,120,000	-
Harvester				
Link-Belt	2	1	1,120,000	470,000
<u>2. Metals - Nonferrous:</u>			(\$ 4,950,000)	(\$ 3,750,000)
Aluminum Co. of America	3	3	2,120,000	1,610,000
American Smelting & Refining	1	1	710,000	535,000
Kennecott Copper	2	2	1,410,000	1,070,000
Phelps Dodge	1	1	710,000	535,000

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Corporations by Industry Groups	Weighting within Industry Group		Dollar Company Allocations	
	Present	Recommended	Present	Recommended
3. <u>Steel and Iron:</u>			(\$ 4,950,000)	(\$ 6,750,000)
Armco Steel	2	2	990,000	1,040,000
Bethlehem Steel	3	3	1,485,000	1,550,000
Inland Steel <u>ADDITION</u>	-	2	-	1,040,000
Republic Steel	2	2	990,000	1,040,000
United States Steel	3	4	1,485,000	2,080,000
<u>Group IV: (Miscellaneous)</u>			(\$ 7,350,000)	(\$ 5,250,000)
Corning Glass	2	2	1,130,000	875,000
Eastman Kodak	4	4	2,260,000	1,750,000
Freeport <u>DELETION</u>	1	-	570,000	-
Sulphur				
Minnesota Mining & Mfg.	2	3	1,130,000	1,313,000
National Lead	4	3	2,260,000	1,312,000
Total - Industrials			<u>\$ 93,000,000</u>	<u>\$ 93,000,000</u>
			<u>75 Cos.</u>	<u>77 Cos.</u>

B. PUBLIC UTILITIES

1. <u>Light & Power:</u>			(\$ 29,250,000)	(\$ 31,500,000)
American <u>ADDITION</u>	-	3	-	1,719,000
Electric Power				
Baltimore Gas and Electric	3	2	1,320,000	1,145,000
Carolina Power & Light	2	1	870,000	573,000
Central & South West	2	2	870,000	1,145,000
Cincinnati Gas & Electric	3	2	1,310,000	1,145,000
Cleveland Electric	3	2	1,310,000	1,145,000
Illuminating				
Commonwealth Edison	3	3	1,310,000	1,719,000
Consumers Power	3	2	1,310,000	1,145,000
Detroit Edison	3	2	1,310,000	1,145,000
Florida Power & Light	3	3	1,310,000	1,719,000
Gulf States Utilities	3	2	1,310,000	1,145,000
Houston Lighting & Power	3	3	1,310,000	1,719,000
Ohio Edison	3	2	1,310,000	1,145,000
Oklahoma Gas & Electric	3	2	1,310,000	1,145,000
Pacific Gas & Electric	3	3	1,310,000	1,719,000
Philadelphia Electric	3	2	1,310,000	1,145,000
Potomac Electric Power	3	1	1,310,000	573,000
Public Service of Colorado	2	1	870,000	573,000

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Corporations by Industry Groups	Weighting within Industry Group		Dollar Company Allocations	
	Present	Recommended	Present	Recommended
Public Service of Indiana	2	2	870,000	1,145,000
Public Service Electric & Gas	3	2	1,310,000	1,145,000
Southern California Edison	3	3	1,310,000	1,719,000
Southern Co. <u>ADDITION</u>	-	2	-	1,145,000
Texas Utilities	3	3	1,310,000	1,719,000
Utah Power & Light	2	1	870,000	573,000
Virginia Electric & Power	3	2	1,310,000	1,145,000
Wisconsin Electric Power	3	2	1,310,000	1,145,000
<u>2. Gas Service & Transmission:</u>			(\$ 4,950,000)	(\$ 3,750,000)
Consolidated Natural Gas	2	2	1,650,000	940,000
El Paso Natural Gas	1	1	825,000	470,000
Pacific Lighting	1	2	825,000	940,000
United Gas Corporation	2	3	1,650,000	1,400,000
<u>3. Telephone:</u>			(\$ 2,400,000)	(\$ 2,250,000)
American Telephone & Telegraph	4	3	1,920,000	1,690,000
General Telephone	1	1	480,000	560,000
 Total - Public Utilities			<u>36,000,000</u>	<u>37,500,000</u>
			<u>30 Cos.</u>	<u>32 Cos.</u>
<u>C. RAILS & RAIL EQUIPMENT</u>				
Atchison, Topeka & Santa Fe	3	3	1,440,000	1,125,000
Norfolk & Western	2	2	960,000	750,000
Union Pacific	3	3	1,440,000	1,125,000
General American Transportation	2	2	960,000	750,000
 Total - Rails & Rail Equipment			<u>4,800,000</u>	<u>3,750,000</u>
			<u>4 Cos.</u>	<u>4 Cos.</u>
<u>D. FINANCIAL CORPORATIONS</u>				
<u>1. Banks:</u>			(\$ 8,250,000)	(\$ 8,250,000)
Bankers Trust	2	2	500,000	540,000
Bank of America (San Francisco)	3	3	750,000	786,000
Chase Manhattan	3	3	750,000	786,000
Chemical Corn Exchange	3	3	750,000	786,000
Continental Illinois NB & Trust	3	2	750,000	540,000

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Corporations by Industry Groups	Weighting within Industry Group		Dollar Company Allocations	
	Present	Recommended	Present	Recommended
First City NB of Houston	1	1	250,000	270,000
First NB of Boston	2	2	500,000	540,000
First NB of Chicago	3	3	750,000	786,000
First NB in Dallas	1	1	250,000	270,000
First Natl. City Bank of N. Y.	3	3	750,000	786,000
Manufacturers <u>DELETION</u> Trust	1	-	250,000	-
Marine Midland	1	1	250,000	270,000
Mellon NB and Trust	2	2	500,000	540,000
NB of Detroit	2	2	500,000	540,000
Philadelphia <u>DELETION</u> NB	1	-	250,000	-
Republic NB of Dallas	1	1	250,000	270,000
Security-First NB (Los Angeles)	2	2	500,000	540,000
<u>2. Insurance - Fire & Casualty:</u>			(\$ 3,450,000)	(\$ 2,250,000)
Aetna Cas. <u>DELETION</u> & Surety	2	-	360,000	-
Continental Casualty	3	3	545,000	400,000
Federal Insurance	3	3	545,000	400,000
Hartford Fire	3	3	545,000	400,000
Insurance Co. of North America	3	3	545,000	400,000
St. Paul Fire & Marine	3	3	545,000	400,000
U. S. Fidelity & Guaranty	2	2	360,000	250,000
<u>3. Insurance - Life:</u>			(\$ 2,400,000)	(\$ 2,250,000)
Aetna Life	3	3	553,000	560,000
Connecticut General Life	2	2	370,000	375,000
Lincoln National Life	2	2	370,000	375,000
National Life & Accident	3	3	553,000	565,000
Travelers Insurance	3	2	554,000	375,000
<u>4. Finance Companies:</u>			(\$ 1,500,000)	(\$ 3,000,000)
C. I. T. Financial	1	2	500,000	1,200,000
Commercial Credit	1	2	500,000	1,200,000
Household Finance	1	1	500,000	600,000
Total - Financial Corporations			<u>15,600,000</u>	<u>15,750,000</u>
			<u>32 Cos.</u>	<u>29 Cos.</u>
TOTAL - ALL CORPORATIONS			<u>\$150,000,000</u>	<u>\$150,000,000</u>
			<u>141 Cos.</u>	<u>142 Cos.</u>

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The following table compares the present rank with the proposed rank for the companies on the approved list, exclusive of bank and insurance companies but including finance companies:

PROPOSED RANK FOR COMMON STOCKS

(Excluding Bank and Insurance Stocks but Including Finance Companies)
(Dollar Allocation Based on \$150,000,000 in Common Stocks)

Present Rank	Present Company Allocation	Proposed Rank	Proposed Company Allocation	Present Rank
1.	\$2,460,000 - General Electric	1.	\$2,400,000 - General Electric	1
2.	2,260,000 - Eastman Kodak	2.	2,300,000 - du Pont	7
3.	2,260,000 - National Lead	3.	2,250,000 - IBM	6
4.	2,200,000 - General Motors	4.	2,145,000 - General Motors	4
5.	2,120,000 - Aluminum Co. of America	5.	2,080,000 - U. S. Steel	22
6.	2,060,000 - IBM	6.	2,000,000 - Stan. Oil (N. J.)	11
7.	1,960,000 - du Pont	7.	2,000,000 - Texas Company	12
8.	1,960,000 - Union Carbide	8.	1,838,000 - U. S. Gypsum	14
9.	1,920,000 - Amer. Tel. & Tel.	9.	1,837,000 - Pittsburgh Plt. Gls.	13
10.	1,800,000 - Procter & Gamble	10.	1,750,000 - Eastman Kodak	2
11.	1,750,000 - Stan. Oil (N. J.)	11.	1,740,000 - Union Carbide	8
12.	1,750,000 - Texas Company	12.	1,719,000 - Amer. Elec. Pwr. (NEW)	
13.	1,675,000 - Pittsburgh Plate Glass	13.	1,719,000 - Commonwealth Edison	38
14.	1,675,000 - U. S. Gypsum	14.	1,719,000 - Florida Pwr. & Lgt.	41
15.	1,670,000 - Caterpillar Tractor	15.	1,719,000 - Houston Lgt. & Pwr.	43
16.	1,650,000 - International Paper	16.	1,719,000 - Pacific Gas & Elec.	46
17.	1,650,000 - Consolidated Natural Gas	17.	1,719,000 - So. Calif. Edison	50
18.	1,650,000 - United Gas Corp.	18.	1,719,000 - Texas Utilities	51
19.	1,575,000 - General Foods	19.	1,690,000 - Amer. Tel. & Tel.	9
20.	1,575,000 - National Dairy Products	20.	1,610,000 - Alcoa	5
21.	1,485,000 - Bethlehem Steel	21.	1,586,000 - General Foods	19
22.	1,485,000 - U. S. Steel	22.	1,587,000 - Natl. Dairy Products	20
23.	1,470,000 - Dow Chemical	23.	1,587,000 - Procter & Gamble	10
24.	1,440,000 - Atchison, Topeka & SF	24.	1,575,000 - International Paper	16
25.	1,440,000 - Union Pacific RR	25.	1,550,000 - Bethlehem Steel	21
26.	1,440,000 - Reynolds Tobacco	26.	1,500,000 - Reynolds Tobacco	26
27.	1,410,000 - Kennecott Copper	27.	1,500,000 - Continental Oil	32
28.	1,350,000 - American Home Products	28.	1,500,000 - Gulf Oil	33
29.	1,350,000 - J. C. Penney	29.	1,500,000 - Stan. Oil of Calif.	35
30.	1,350,000 - Sears, Roebuck	30.	1,400,000 - Caterpillar Tractor	15

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Present Rank	Present Company Allocation	Proposed Rank	Proposed Company Allocation	Present Rank
31.	\$1,320,000 - Baltimore Gas & Electric	31.	\$1,400,000 - United Gas Corp.	18
32.	1,315,000 - Continental Oil	32.	1,313,000 - Minnesota M. & M.	63
33.	1,315,000 - Gulf Oil Corp.	33.	1,312,000 - National Lead	3
34.	1,315,000 - Socony Mobil Oil	34.	1,305,000 - Amer. Home Products	28
35.	1,315,000 - Stan. Oil of Calif.	35.	1,305,000 - Merck	87
36.	1,310,000 - Cincinnati Gas & Electric	36.	1,250,000 - American Can	56
37.	1,310,000 - Cleveland Elec. Illuminating	37.	1,250,000 - Continental Can	57
38.	1,310,000 - Commonwealth Edison	38.	1,250,000 - Owens-Illinois Gls.	58
39.	1,310,000 - Consumers Power	39.	1,230,000 - Johns-Manville	64
40.	1,310,000 - Detroit Edison	40.	1,230,000 - Otis Elevator	65
41.	1,310,000 - Florida Pwr. & Light	41.	1,200,000 - C.I. T. Financial	106
42.	1,310,000 - Gulf States Utilities	42.	1,200,000 - Commercial Credit	107
43.	1,310,000 - Houston Lighting & Power	43.	1,200,000 - Minneapolis-Honeyw.	54
44.	1,310,000 - Ohio Edison	44.	1,200,000 - Westinghouse Elec.	55
45.	1,310,000 - Oklahoma Gas & Elec.	45.	1,155,000 - American Cyanamid	82
46.	1,310,000 - Pacific Gas & Electric	46.	1,155,000 - Dow Chemical	23
47.	1,310,000 - Philadelphia Elec.	47.	1,145,000 - Baltimore Gas & Electric	31
48.	1,310,000 - Potomac Electric Power	48.	1,145,000 - Central & S. W.	92
49.	1,310,000 - Public Service E. & G.	49.	1,145,000 - Cincinnati G. & E.	36
50.	1,310,000 - Southern Calif. Edison	50.	1,145,000 - Cleveland E. Illum.	37
51.	1,310,000 - Texas Utilities	51.	1,145,000 - Consumers Power	39
52.	1,310,000 - Virginia Elec. & Power	52.	1,145,000 - Detroit Edison	40
53.	1,310,000 - Wisconsin Elec. Power	53.	1,145,000 - Gulf States Util.	42
54.	1,230,000 - Minneapolis-Honeywell	54.	1,145,000 - Ohio Edison	44
55.	1,230,000 - Westinghouse Elec.	55.	1,145,000 - Okla. Gas & Elec.	45
56.	1,200,000 - American Can	56.	1,145,000 - Philadelphia Elec.	47
57.	1,200,000 - Continental Can	57.	1,145,000 - Public Serv. E. & G.	49
58.	1,200,000 - Owens-Illinois Gls.	58.	1,145,000 - Public Serv. of Ind.	94
59.	1,200,000 - Firestone Tire & Rubber	59.	1,145,000 - Southern Co.	(NEW)
60.	1,200,000 - B. F. Goodrich	60.	1,145,000 - Virginia E. & P.	52

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Present Rank	Present Company Allocation	Proposed Rank	Proposed Company Allocation	Present Rank
61.	\$1,200,000 - Goodyear Tire & Rubber	61.	\$1,145,000 - Wisconsin Elec. Pwr.	53
62.	1,130,000 - Corning Glass	62.	1,125,000 - Federated Dept. Strs.	86
63.	1,130,000 - Minnesota Mining & Mfg.	63.	1,125,000 - Kroger	(NEW)
64.	1,120,000 - Johns-Manville	64.	1,125,000 - J. C. Penney	29
65.	1,120,000 - Otis Elevator	65.	1,125,000 - Sears, Roebuck	30
66.	1,120,000 - Ex-Cell-O	66.	1,125,000 - Addressograph	105
67.	1,120,000 - Ingersoll-Rand	67.	1,125,000 - Natl. Cash Register	79
68.	1,120,000 - International Harvester (OUT)	68.	1,125,000 - Firestone Tire & Rubber	59
69.	1,120,000 - Link-Belt	69.	1,125,000 - Goodyear T. & Rub.	61
70.	1,100,000 - Crown Zellerbach	70.	1,125,000 - Atchi., Topeka & SF	24
71.	1,100,000 - Kimberly-Clark	71.	1,125,000 - Union Pacific	25
72.	1,100,000 - Union Bag-Camp Paper	72.	1,070,000 - Libbey-Owens-Ford Gls.	74
73.	1,100,000 - Ford Motor	73.	1,070,000 - Kennecott Copper	27
74.	1,100,000 - Libbey-Owens - Ford Glass	74.	1,060,000 - Borden	75
75.	1,050,000 - Borden	75.	1,060,000 - Coca-Cola	76
76.	1,050,000 - Coca-Cola	76.	1,060,000 - Corn Products	77
77.	1,050,000 - Corn Products Refining	77.	1,060,000 - National Biscuit	78
78.	1,050,000 - National Biscuit	78.	1,050,000 - Crown Zellerbach	70
79.	1,025,000 - National Cash Register	79.	1,050,000 - Kimberly-Clark	71
80.	990,000 - Armco Steel	80.	1,050,000 - Scott Paper	(NEW)
81.	990,000 - Republic Steel	81.	1,040,000 - Armco Steel	80
82.	980,000 - American Cyanamid	82.	1,040,000 - Inland Steel	(NEW)
83.	960,000 - American Tobacco	83.	1,040,000 - Republic Steel	81
84.	960,000 - Gen. Amer. Transportation	84.	1,000,000 - Phillips Petroleum	89
85.	960,000 - Norfolk & Western	85.	1,000,000 - Shell Oil	90
86.	900,000 - Federated Dept. Stores	86.	1,000,000 - Socony Mobil Oil	34
87.	900,000 - Merck	87.	940,000 - Ex-Cell-O	66
88.	900,000 - Chas. Pfizer	88.	940,000 - Ingersoll-Rand	67
89.	875,000 - Phillips Petroleum	89.	940,000 - Cons. Natural Gas	17
90.	875,000 - Shell Oil	90.	940,000 - Pacific Lighting	97
91.	870,000 - Carolina Power & Light	91.	880,000 - Parke, Davis	(NEW)
92.	870,000 - Central & SW	92.	880,000 - Chas. Pfizer	88
93.	870,000 - Public Service of Colorado	93.	880,000 - Smith, Kline, French	(NEW)
94.	870,000 - Public Serv. of Ind.	94.	875,000 - Corning Glass	62
95.	870,000 - Utah Pwr. & Lgt.	95.	750,000 - American Tobacco	83

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Present Rank	Present Company Allocation	Proposed Rank	Proposed Company Allocation	Present Rank
96.	\$ 825,000 - El Paso Natural Gas	96.	\$ 750,000 - B. F. Goodrich	60
97.	825,000 - Pacific Lighting	97.	750,000 - Norfolk & Western	85
98.	710,000 - Amer. Smelting & Refining	98.	750,000 - Gen. Amer. Transportation	84
99.	710,000 - Phelps Dodge	99.	615,000 - Armstrong Cork	103
100.	615,000 - Bendix Aviation	100.	600,000 - Bendix Aviation	100
101.	615,000 - McGraw-Edison	101.	600,000 - Household Finance	108
102.	570,000 - Freeport Sulphur (OUT)	102.	600,000 - McGraw-Edison	101
103.	560,000 - Armstrong Cork	103.	575,000 - Allied Chemical	109
104.	560,000 - Borg-Warner (OUT)	104.	575,000 - Monsanto Chemical	110
105.	515,000 - Addressograph-Multigraph	105.	573,000 - Carolina Pwr. & Lgt.	91
106.	500,000 - C. I. T. Financial	106.	573,000 - Potomac Elec. Pwr.	48
107.	500,000 - Commercial Credit	107.	573,000 - Pub. Serv. of Colo.	93
108.	500,000 - Household Finance	108.	573,000 - Utah Pwr. & Lgt.	95
109.	490,000 - Allied Chemical	109.	560,000 - General Telephone	111
110.	490,000 - Monsanto Chem.	110.	535,000 - Phelps Dodge	99
111.	480,000 - General Telephone	111.	535,000 - Amer. Smelt. & Ref.	98
112.	440,000 - Sinclair Oil	112.	535,000 - Ford Motor	73
		113.	525,000 - Union Bag-Camp Paper	72
		114.	500,000 - Sinclair Oil	112
		115.	470,000 - El Paso Natural Gas	96
		116.	470,000 - Link-Belt	69

PERMANENT UNIVERSITY FUND REFUNDING BONDS, SERIES 1958 - FINAL REPORT ON EXPENSES OF REFUNDING ISSUE. --At the September, 1958 meeting of the Board of Regents, it was indicated the final figures on expenses of the refunding were not yet available. These have now been compiled and all bills paid, and the total expenses for The University of Texas are as follows:

Miscellaneous costs, including printing, advertising, postage and mimeograph supplies	\$ 1,921.51
Legal fees, including expenses	5,686.16
Payments to agents	11,900.00
Total	<u>\$19,507.67</u>

The figure of \$1,921.51 above includes the printing of the University's bonds and advertising of redemption notices on the University's bonds. Since some of the printing costs, advertising, postage, etc. covered the two issues for A. & M. College as well as the issue for the University, we have prorated those expenses on a per bond basis and only our part is included above. We will be reimbursed by A. & M. College by \$1,135.70 for their share of those expenses.

PERMANENT UNIVERSITY FUND--LAND MATTERS.--

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

PIPE LINE EASEMENT NO. 1154, GULF REFINING COMPANY, CRANE COUNTY, TEXAS.--This application for a pipe line easement to Gulf Refining Company covers 2,742 rods of 8-inch line at \$1.00 per rod for the 10-year period beginning September 1, 1958, and ending August 31, 1968, to be located in Sections 6, 7, 8, 17, 20, 28, 29, 33, 40, 45 and 46, Block 30, University Lands, Crane County, Texas. The full consideration of \$2,742.00 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1155, PHILLIPS PETROLEUM COMPANY, CRANE AND ECTOR COUNTIES, TEXAS (RENEWAL OF EASEMENT NO. 371).--This application for a pipe line easement to Phillips Petroleum Company covers 362.4 rods of 14-inch line at \$1.50 per rod, and 68.1 rods of 4-1/2 - inch line at \$0.50 per rod, for the 10-year period beginning December 1, 1958, and ending November 30, 1968, located in Sections 7, 8 and 14, Block 35, University Lands, Crane and Ector Counties, Texas. The total number of rods of this easement, 430.5 rods, is based upon a resurvey of lines in place. The full consideration of \$577.65 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1156, PHILLIPS PETROLEUM COMPANY, CRANE COUNTY, TEXAS (RENEWAL OF EASEMENT NO. 385).--This application for a pipe line easement to Phillips Petroleum Company covers 2,765.6 rods of 6-5/8 - inch line at \$0.75 per rod, for the 10-year period beginning January 1, 1959, and ending December 31, 1968, located in Sections 7, 18, 19, 20, 29, 32, 40, 41 and 45, Block 30; and Sections 1 and 12, Block 31, University Lands, Crane County, Texas. The total number of rods of this easement, 2,765.6 rods, is based upon a resurvey of lines in place. The full consideration of \$2,074.20 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1157, PHILLIPS PETROLEUM COMPANY, ANDREWS, CRANE AND ECTOR COUNTIES, TEXAS.--This application for a pipe line easement to Phillips Petroleum Company covers 461.8 rods of 4-1/2 - inch line at \$0.50 per rod and 266.7 rods of 6-5/8 - inch line at \$0.75 per rod, for the 10-year period beginning September 1, 1958, and ending August 31, 1968, to be located in Section 15, Block 4,

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Sections 23 and 34, Block 10, Section 13, Block 11, Section 2, Block 13, University Lands, Andrews County; and Section 16, Block 30, and Section 11, Block 35, University Lands, Crane and Ector Counties, Texas. The full consideration of \$430.93 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1158, PHILLIPS PETROLEUM COMPANY, ANDREWS COUNTY, TEXAS (RENEWAL OF EASEMENT NO. 386). -- This application for a pipe line easement to Phillips Petroleum Company covers 446.6 rods of 10-3/4 - inch line and 362.0 rods of 8-5/8 - inch line at \$1.00 per rod, and 238.3 rods of 6-5/8 - inch line at \$0.75 per rod, for the 10-year period beginning January 1, 1959, and ending December 31, 1968, located in Sections 20, 29, 30 and 31, Block 10, University Lands, Andrews County, Texas. The total number of rods of this easement, 1,046.9 rods, is based upon a resurvey of lines in place. The full consideration of \$987.33 for the 10-year period has been received.

BUSINESS SITE EASEMENT NO. 1159, CONTINENTAL OIL COMPANY, REAGAN COUNTY, TEXAS (RENEWAL OF EASEMENT NO. 367). -- This application for a business site easement covers a tract of 5.7 acres in Section 7, Block 11, University Lands, Reagan County, Texas, for use as a terminal for storage and loading and transporting of petroleum products. The period of this easement is ten years beginning November 15, 1958, and ending November 14, 1968, at an aggregate rental of \$6,000.00 for the 10-year period, payable in annual installments of \$600.00 in advance. Rental of \$600.00 for the first year has been received.

PIPE LINE EASEMENT NO. 1160, EL PASO NATURAL GAS COMPANY, ANDREWS COUNTY, TEXAS. -- This application for a pipe line easement to El Paso Natural Gas Company covers 114.467 rods of 4-1/2 - inch line at \$0.50 per rod for the 10-year period beginning October 1, 1958, and ending September 30, 1968, to be located in Section 34, Block 1, University Lands, Andrews County, Texas. The full consideration of \$57.23 for the 10-year period has been received.

POWER LINE EASEMENT NO. 1161, TEXAS ELECTRIC SERVICE COMPANY, ANDREWS AND WARD COUNTIES, TEXAS. -- This application for a power line easement to Texas Electric Service Company covers 892 rods at \$0.50 per rod for the 10-year period beginning October 1, 1958, and ending September 30, 1968, to be located in Section 9, Block 2, Sections 3, 19, 30, 31 and 42, Block 5, and Section 2, Block 10, University Lands, Andrews County; and Section 1, Block 17, University Lands, Ward County, Texas. The full consideration of \$446.00 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1162, PAN AMERICAN PETROLEUM CORPORATION, ANDREWS COUNTY, TEXAS (RENEWAL OF EASEMENT NO. 393). -- This application for a pipe line easement to Pan American Petroleum Corporation covers the following lines in Sections 5, 8, 17, 19, 20, 29, 30, 31, 32, 40, 41, 42, 43, 44 and 45, Block 13, University Lands, Andrews County, Texas, for a 10-year period beginning December 6, 1958, and ending December 5, 1968: 714.53 rods of 22-inch line and 82.47 rods of 12-inch line at \$1.50 per rod; 433.65 rods of 10-inch line and 917.64 rods of 8-inch line at \$1.00 per rod; 840.20

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rods of 6-5/8 - inch line at \$0.75 per rod; 121.21 rods of 4-1/2 - inch line at \$0.50 per rod; and 99.00 rods of 3-inch line at \$0.25 per rod. The full consideration of \$3,262.31 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1163, BARNHART HYDROCARBON CORPORATION, REAGAN COUNTY, TEXAS (RENEWAL OF EASEMENT NO. 368). --This application for a pipe line easement to Barnhart Hydrocarbon Corporation, a renewal of Easement No. 368 that was issued to Witco Hydrocarbon Corporation, covers the following lines in Sections 1, 2, 3, 4, 7, 8, 9, 12 and 13, Block 48, University Lands, Reagan County, Texas, for a 10-year period beginning November 1, 1958, and ending October 31, 1968: 220.6 rods of 22-inch line, 136.1 rods of 16-inch line, 69.1 rods of 14-inch line and 294.2 rods of 12-inch line at \$1.50 per rod; 425.9 rods of 10-inch line and 395.2 rods of 8-inch line at \$1.00 per rod; 1,092.4 rods of 6-inch line at \$0.50 per rod; and 1,352.7 rods of 4-inch line, 988.0 rods of 3-inch line, and 2,104.4 rods of 2-inch line at \$0.25 per rod. The full consideration of \$3,558.00 for the 10-year period has been received.

BUSINESS SITE EASEMENT NO. 1164, M. H. BOONE, REAGAN COUNTY, TEXAS. --This application for a business site easement to M. H. Boone covers a site 200 feet by 200 feet in Section 7, Block 11, University Lands, Reagan County, Texas, for use as a well servicing lot for a period of one year beginning January 1, 1959, and ending December 31, 1959, with the option to extend and renew the lease from year to year, not to exceed a total period of 10 years from January 1, 1959, upon payment in advance of annual rental of \$300.00. Rental of \$300.00 for the first year has been received.

PIPE, POWER, TELEPHONE AND TELEGRAPH LINE EASEMENT NO. 1165, THE ATLANTIC REFINING COMPANY, ET AL, CRANE COUNTY, TEXAS (RENEWAL OF REMAINDER OF EASEMENT NO. 361). --This application by The Atlantic Refining Company, Champlin Oil & Refining Company, Phillips Petroleum Company and Continental Oil Company for renewal of the remaining part of Easement No. 361, covering pipe, power, telephone and telegraph lines necessary for operation and maintenance of the gas plant in the Block 31 Fields operated under their Cooperative Development and Operation Agreement, is for a period of 10 years beginning November 1, 1958, and ending October 31, 1968. These lines, located in Block 31, University Lands, Crane County, Texas, are as follows: 3,443.5 rods of 2-inch pipe line, 1,054.5 rods of 2-1/2 - inch pipe line, and 890.9 rods of 3-inch pipe line at \$0.25 per rod; 2,848.6 rods of 4-1/2 - inch pipe line at \$0.50 per rod; 3,048.5 rods of 6-1/2 - inch pipe line at \$0.75 per rod; 1,072.70 rods of 8-inch pipe line and 278.80 rods of 10-inch pipe line at \$1.00 per rod; and 2,410.3 rods of telegraph, telephone, electric transmission and power line at \$0.50 per rod, for the 10-year period. Provision is made for laying additional lines needed upon payment of the established rate then in effect for such type of line as might be laid. The full consideration of \$7,614.55 for the 10-year period has been received, covering all lines at present under Easement No. 1165.

The gas plant serviced by the above described lines is located on a 22.612-acre site located in Sections 33 and 40, Block 31, University

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Lands, Crane County, Texas, under Easement No. 695 for a period of 25 years beginning March 1, 1955, and ending February 29, 1980. Easement No. 695 superseded that part of Easement No. 361 covering 7.424 acres originally used for the gas plant site.

PIPE LINE EASEMENT NO. 1013 - CORRECTION OF NUMBER OF RODS, EL PASO NATURAL GAS COMPANY, ANDREWS COUNTY, TEXAS. --On October 11, 1957, the Board of Regents approved the application of El Paso Natural Gas Company for Pipe Line Easement No. 1013, covering 1,939.685 rods of 20-inch pipe line at \$1.50 per rod in Sections 18, 19, 30 and 31, Block 10, and Sections 1, 12 and 13, Block 11, University Lands, Andrews County, Texas, for a 10-year period beginning August 1, 1957 and ending July 31, 1967. The number of rods of pipe line across two highways had been omitted and El Paso Natural Gas has submitted corrected field notes and revised copies of Page 1 of the instrument, to be substituted for those of the original document, whereby the number of rods of 20-inch pipe line at \$1.50 per rod is being increased from 1,939.685 rods to 1,967.424 rods. The additional consideration of \$41.61 has been received.

CALICHE PERMIT NO. 123, PARKER AND PARKER, INC., WARD COUNTY, TEXAS. --This application for a caliche permit to Parker and Parker, Inc., provides for the removal of 1,524 cubic yards of caliche from Section 12, Block 16, University Lands, Ward County, Texas, at the rate of \$0.25 per cubic yard. The full consideration of \$381.00 has been received.

CALICHE PERMIT NO. 124, W. A. (BILL) FARMER CONSTRUCTION COMPANY, ANDREWS COUNTY, TEXAS. --This application for a caliche permit to W. A. (Bill) Farmer Construction Company provides for the removal of 931 cubic yards of caliche from Section 36, Block 10, University Lands, Andrews County, Texas, at the rate of \$0.25 per cubic yard. The full consideration of \$232.75 has been received.

CALICHE PERMIT NO. 125, MID-TEX CONSTRUCTION COMPANY, WARD COUNTY, TEXAS. --This application for a caliche permit to Mid-Tex Construction Company provides for the removal of 1,050 cubic yards of caliche from Block 16, University Lands, Ward County, Texas, at the rate of \$0.25 per cubic yard. The full consideration of \$262.50 has been received.

RATIFICATION OF WATER CONTRACT NO. 81, FORESTER DRILLING COMPANY, CRANE COUNTY, TEXAS. --This water contract to Forster Drilling Company grants the right and privilege of producing water from Section 5, Block 30, University Lands, Crane County, Texas, for the purpose of drilling three oil wells in Section 10, Block B-25, P. S. L. Survey, Crane County, Texas. The full consideration of \$1,500.00 has been received.

ASSIGNMENT OF GRAZING LEASE NO. 714 FROM LEE MOOR TO WACO CATTLE COMPANY, HUDSPETH COUNTY, TEXAS. --This assignment from Lee Moor to Waco Cattle Company covers a grazing lease on 32,606.4 acres in Sections 1 through 48, Block G, University Lands, Hudspeth County, Texas, for a period of five years beginning

January 1, 1957, and ending December 31, 1961, with option to renew the lease for another period of five years at negotiated terms. Rental is at the rate of \$0.15 per acre per year, the aggregate rental for the five-year period being \$24,454.80, payable in semi-annual installments of \$2,445.48. The standard assignment fee of \$25.00 and the \$1.00 General Land Office filing fee have been received.

ASSIGNMENT OF GRAZING LEASE NO. 745 FROM HERBERT E. SMITH TO FRED FORSTER, JR., REAGAN COUNTY, TEXAS. --This assignment from Herbert E. Smith to Fred Forster, Jr., covers a grazing lease on 5,804.7 acres in Blocks 9, 10 and 58, University Lands, Reagan County, Texas, for a period of five years beginning July 1, 1958, and ending June 30, 1963. Rental is at the rate of \$0.40 per acre per year for the first six months and \$0.50 per acre per year for the following 4-1/2 years, aggregate sum of which is \$14,221.56, to be paid in semi-annual installments (conditioned upon circumstances set forth in the following paragraph) as follows: \$1,160.94 on July 1, 1958, and \$1,451.18 on the first day of January and July of each succeeding year until and including January 1, 1963. The standard assignment fee of \$25.00 and the \$1.00 General Land Office filing fee have been received.

A boundary line dispute exists on 315 acres of this grazing lease and rental is not to be charged for that acreage until such time as there is a final determination of the boundary line. Consequently, semi-annual rental on July 1, 1958 was \$1,097.94; and on the first day of January and July of each succeeding year until and including January 1, 1963, the semi-annual rental will be \$1,372.43, a total of \$13,449.81 for the 5-year period, provided the boundary dispute remains unsettled throughout that period.

RECOMMENDATION FOR BLANKET WAIVER IN FAVOR OF COMMODITY CREDIT CORPORATION OF PRIORITY OF UNIVERSITY'S STATUTORY LANDLORD'S LIEN ON CROPS GROWN ON UNIVERSITY LANDS. --To facilitate handling of crop loans to University tenants, the Commodity Credit Corporation has proposed to Land Agent Compton that the Board of Regents authorize blanket waiver of the priority of its statutory landlord's lien on such crops in favor of a crop loan lien. Some six or more University tenants are now producing cotton, grain sorghum or small grain. All of the University rentals are paid in cash in advance, and it is recommended that the Board of Regents authorize the blanket waiver of priority of its landlord's lien in favor of the Commodity Credit Corporation crop loans, further authorizing the Chairman to execute the appropriate instrument when approved as to form by the Land and Trust Attorney and as to content by the Endowment Officer.

REPORT ON U. S. GOVERNMENT LEASE ON FORMER PYOTE AIRFIELD, LEASE TO STRUCTURE-LITE, INC., AND LEASE TO DAVID KER, WARD COUNTY, TEXAS. --Supplemental agreement dated September 20, 1958 has been executed on behalf of the U. S. Government and the Board of Regents releasing all but approximately 195 acres held heretofore by the Government under the Pyote Airfield Lease. The terms of the agreement are as authorized in September 20, 1958 Minutes of the Board of Regents. Lease of part of the released acreage, with certain improvements released to the University by the Government,

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with Structure-Lite, Inc., as authorized by the Board of Regents on September 20, is in process and should be completed in the near future after survey of the exact ground area and agreement on the form of the lease. Mr. David Ker has given notice by letter of his acceptance of the counter-proposal for a lease to him on part of the land and improvements released to the University and has delivered his check for \$1,500 covering first year's rental, all done on October 11. The counter-proposal to Mr. Ker was made by the Board of Regents on September 20, subject to acceptance by him on or before October 20. Completion of this lease is in process.

GRAZING LEASE NO. 757 TO DAVID KER, WARD COUNTY, TEXAS. -- Mr. David Ker who is taking a lease on part of the former Pyote Airfield acreage and improvements for commodity warehouse purposes, as authorized by the Board of Regents on September 20, proposes to lease for grazing purposes the remainder of the Pyote Airfield area in Block 16, University Lands, Ward County, Texas, except for the portion being leased to him for warehouse purposes and the portion being leased to Structure-Lite, Inc., for annual rental of \$0.25 per acre on the University's standard form, except for necessary amendments to the form to set out the University's right to salvage improvements on the acreage. The area covered by the grazing lease to be determined after the other leases are settled will amount to approximately 2,000 acres. Rental of \$0.25 per acre annually is in excess of present standard University grazing lease rentals charged other tenants in the immediate area. It is recommended that the Board of Regents accept Mr. Ker's proposal and authorize its Chairman to execute the lease upon approval as to form by the Land and Trust Attorney and as to content by the Endowment Officer.

POWER LINE EASEMENT NO. 1166, TEXAS ELECTRIC SERVICE COMPANY, ANDREWS COUNTY, TEXAS. -- This application for a power line easement to Texas Electric Service Company covers 2,881 rods at \$0.50 per rod for the 10-year period beginning July 1, 1958 and ending June 30, 1968, to be located in Sections 1, 2, 3, 5, 8, 9, 10, 11, 12, 15, 16, 22, 32 and 35, Block 10, and Sections 2, 11, 14, 16, 21, 23, 28, 29, 31, 32 and 41, Block 13, University Lands, Andrews County, Texas. This easement has been submitted and payment forwarded excluding payment for 519 rods of line in the highway rights-of-way, easements for which have been made to the State or County, without cost, by the University. It is the contention of the Texas Electric Service Company that this amount is not due and owing since the line is in a public highway. It is recommended that the easement be granted when the additional \$292.50 for the 519 rods is received.

TRUST AND SPECIAL FUNDS--INVESTMENT MATTERS. --

REPORT OF PURCHASES, EXCHANGES AND SALES OF SECURITIES. --

The following purchases, exchanges and sales of securities have been made for the Trust and Special Funds since the report of September 20, 1958. We ask that the Board ratify and approve these transactions:

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PURCHASES

Date		Security	Principal Cost
9/18/58	\$ 8,000	par value 3% Certificate of Deposit of The Austin National Bank, purchased at par (Toreador Trust Fund for Salary Supplementation of the School of Law - Temporary Investment)	\$ 8,000.00
9/26/58	100	Shares Bank of America National Trust & Savings Association (San Francisco) Common Stock, purchased at 39-3/4 Net	3,975.00
	100	Shares Public Service Electric & Gas Company Common Stock, purchased at 34-1/4	3,461.13
	100	Shares Wisconsin Electric Power Company Common Stock, purchased at 33-5/8	3,398.31
	\$16,000	par value Southern California Edison Company 1st and Refunding Mortgage, Series K 4-5/8% Bonds, due September 1, 1983, purchased at 103 to yield 4.48% to maturity	16,520.00
	\$16,000	par value Standard Oil Company (Indiana) 4-1/2% Debentures, due October 1, 1983, purchased at 101 to yield 4.42% to maturity	16,200.00
	\$15,000	par value Standard Oil Company of California 4-3/8% Sinking Fund Debentures, due July 1, 1983, purchased at 101-1/4 to yield 4.26% to maturity (E. D. Farmer International Scholarship Fund)	15,225.00
9/26/58	100	Shares American Home Products Corporation Capital Stock, purchased at 107-1/4	10,774.73
	200	Shares Chemical Corn Exchange Bank Capital Stock, purchased at 56 Net	11,200.00
	300	Shares Public Service Company of Indiana, Inc., Common Stock, purchased at 40	12,117.00
	200	Shares United States Steel Corporation Common Capital Stock, purchased at 78-5/8	15,818.72
	\$20,000	par value Public Service Electric & Gas Company 1st & Refunding Mortgage Bonds, 4-5/8% Series, due August 1, 1988, purchased at 101 to yield 4.56% to maturity	20,250.00
	\$30,000	par value Sears, Roebuck and Company, 4-3/4% Sinking Fund Debentures, due August 1, 1983, purchased at 103-1/8 to yield 4.54% to maturity	31,012.50

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<u>Date</u>		<u>Security</u>	<u>Principal Cost</u>
9/26/58	\$25,000	par value Southern California Edison Company 1st and Refunding Mortgage Series K 4-5/8% Bonds, due September 1, 1983, purchased at 103 to yield 4.48% to maturity	\$ 25,812.50
	\$25,000	par value Standard Oil Company (Indiana) 4-1/2% Debentures, due October 1, 1983, purchased at 101 to yield 4.42% to maturity (Funds Grouped for Investment)	25,312.50
9/29/58	200	Shares C. I. T. Financial Corporation Common Stock, purchased at 54-3/4	11,038.96
	100	Shares R. J. Reynolds Tobacco Company New Class B Common Stock, purchased at 88-3/4 (Funds Grouped for Investment)	8,922.88
10/3/58	20	Shares Wisconsin Electric Power Company Common Stock, purchased at 29 plus 10 rights (Funds Grouped for Investment)	580.00
	20	Shares Ditto (Hogg Foundation: Varner Properties)	580.00
10/8/58	\$50,000	par value U. S. 1-1/2% Treasury Notes Series EA-1963, due April 1, 1963, purchased at 90-29/32nds (90.90625) Net to yield 3.71% to maturity (Dormitory Revenue Bonds, Series 1955 - Reserve for Bond and Interest Sinking Fund - Medical Branch)	45,453.13

EXCHANGES

<u>Date</u>		<u>Security</u>	<u>Cost</u>
9/23/58	400	Shares Humble Oil & Refining Company Capital Stock sent in for exchange into 500 shares Standard Oil Company (New Jersey) Capital Stock on basis of 1-1/4 shares Jersey for 1 share of Humble (Hogg Foundation: W. C. Hogg Estate Fund)	-
	3,600	Shares Humble Oil & Refining Company Capital Stock sent in for exchange into 4,500 shares Standard Oil Company (New Jersey) Capital Stock on basis of 1-1/4 shares Jersey for 1 share of Humble (Olga Keith Wiess Fund for Research - Medical Branch)	-

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SALES

Date		Security	Net Proceeds
9/2/58	370	Shares Fifteen Oil Company Capital Stock, sold 100 shares at 13-5/8 and 270 shares at 13-3/4 (Hogg Foundation: Alice N. Hanszen Gift - Mental Hygiene Program - Temporary Investment)	\$ 4,994.04
9/26/58	10	Shares International Petroleum Company, Ltd., Common Stock, sold at 51-3/8 (Geology Foundation: Hal P. Bybee Memorial Fund)	501.59
9/26/58	590	Shares Peden Iron & Steel Company Common Stock, sold at 33 (W. A. James Scholarship Fund)	19,249.25
9/29/58	100	Shares Reed Roller Bit Company Common Stock, sold at 20-5/8 (Geology Foundation: Hal P. Bybee Memorial Fund)	2,023.82
10/3/58	200	Rights to subscribe for Wisconsin Electric Power Company Common Stock (William Heuermann Fund for Cancer Research - M. D. Anderson Hospital and Tumor Institute)	101.90
10/7/58	120	Shares Halliburton Oil Well Cementing Company Common Stock, sold 100 shares at 65 and 20 shares at 64-3/4 (Geology Foundation: Various Donors)	7,725.23

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

LAVERNE NOYES FOUNDATION - REPORT ON FINAL DISTRIBUTION AND FINAL ACCOUNTING BY ADMINISTRATIVE TRUSTEES. --On May 4, 1957 the Board of Regents authorized joinder by the University with other universities and colleges which were beneficiaries under the LaVerne Noyes Foundation in an agreement under which there were appointed five Administrative Trustees representing the schools with certain powers to negotiate for sale of the 2,660 shares of Aermotor Corporation capital stock and certain other assets held in the Foundation under the provisions of the Will of LaVerne Noyes. The 30/2,660 interest of the University in these assets was carried at a book value of \$33,000 in the beginning but reduced to \$28,028.25 by a dividend in kind by Aermotor Corporation paid in certain common stocks held by the Corporation. The Administrative Trustees have now made final distribution of the assets of the Foundation, after sale of the Aermotor Corporation stock and other securities, supported by a final accounting, and the University's share

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received has been \$38,272.57 in cash made up of approximately \$15,000 in accumulated income and the balance representing principal. The total cash received, as well as stocks received as dividend in kind on earlier dates, has been placed in Funds Grouped for Investment with income to be used for scholarships as provided in the Will of LaVerne Noyes, as has been done by the University with income received from Aermotor Corporation in prior years. Though the Administrative Trustees have asked for no formal final receipt or release, it is recommended that the Board of Regents accept the cash received by the University in full and final settlement of its interests in the LaVerne Noyes Foundation.

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

ROSALIE B. HITE FUND FOR CANCER RESEARCH - OFFER BY O. D. ALSABROOK FOR PURCHASE OF PROPERTY AT 1602-04 ELM STREET, DALLAS, TEXAS. --One of the properties received by the University in 1945 under the Will of Rosalie B. Hite for purposes of cancer research is that known as 1602-04 Elm Street in Dallas fronting 49 feet on Elm Street and extending back 100 feet in depth improved with a three-story brick masonry building on the front 90 feet and a two-story masonry structure on the back 10 feet, both approximately 50 years old. The University's book value, from the inventory and appraisal of Miss Hite's Estate around 1945 is \$373,000.

When received by the University, the property was under a lease to W. T. Grant Company which expires on June 30, 1959, providing for net annual rental of \$26,000 and is used by the lessee with three adjoining properties as its downtown Dallas store. W. T. Grant Company has stated that it would not continue this store beyond June 30, 1959 unless leases with property owners involved could be renewed at substantially reduced rentals.

The property was appraised in July, 1957, by O. J. Phinney, M. A. I., of Dallas, at a value of \$650,000, approximately \$37,500 for the improvements and \$612,500 for the land. Reputable realtors in Dallas have expressed opinions as to fair market value, the more reliable of which have been from \$600,000 to \$650,000, with none above \$650,000.

In October, 1957, the Land and Investment Committee authorized the Endowment Office to explore, through reputable Dallas realtors, prospects for sale of the property.

No definite prospect for sale of the property developed until June, 1958 when Mr. C. L. Maillot, realtor of Dallas, contacted the University in regard to possible sale of the property to the Praetorian Mutual Life Insurance Company, first stating that they would pay \$500,000 and later indicating that he might be able to get them up to a better offer. Mr. Maillot expressed the opinion that the property could not be expected to bring over \$600,000, and that he thought that he could get the Praetorians to pay that figure if the University would definitely offer it at that price. He further recommended that some kind of firm price be set by the University.

On September 19, the Land and Investment Committee authorized the Vice President for Fiscal Affairs and the Endowment Officer to commit the University, subject to final approval by the Board of Regents, for sale of the property at \$600,000 net to the University or above. The only lease proposal showing any prospect of being attractive to the University came about the same time. The Vice President for Fiscal Affairs and the Endowment Officer notified Mr. Maillot and other realtors, including Majors & Majors, who had been in touch with the University about the property, that it could be sold for \$650,000 cash with the University to pay the customary Dallas sales commission, being 5% on the first \$300,000 and 2-1/2% on the remaining \$350,000. The notice to Mr. Maillot and all other brokers regarding that price set out that the University would agree to sale, subject to final approval by the Board of Regents, to the first purchaser who deposited \$32,500 as earnest money for purchase of the property for \$650,000. On September 24, by telephone and by letter, Mr. Maillot submitted an offer of \$600,000 on behalf of the Praetorians and requested that this be conveyed to the Land and Investment Committee which was done by letter on September 25. On Friday, September 26, Majors & Majors notified the University by telephone and wire that they were wiring earnest money of \$32,500 to the University for purchase of the property by Mr. O. D. Alsabrook for \$650,000 cash. This money was available to the University in Austin on that date and was received, at the instruction of the Endowment Officer, on Saturday, September 27, in the form of a cashier's check from one of the Austin banks. By letters dated September 29, Mr. Maillot and others interested were notified that the University had received earnest money for sale of the property. Mr. Maillot was notified by telephone on September 29 as well as by letter, and on September 30 the University received from him a proposed contract to sell the property to the Praetorians for \$650,000 with earnest money of \$32,500 enclosed. This was returned to Mr. Maillot on September 30 with explanation that there was a commitment, subject to final approval by the Board of Regents, to sell the property to the other party who had already deposited earnest money.

Contract of sale, subject to approval by the Board of Regents, has been signed by the Endowment Officer with Mr. Alsabrook. Commission to Majors & Majors will be \$23,750. The University will furnish a title guaranty policy, but survey and any revenue stamps required will be at the expense of the purchaser.

It is recommended that the Board of Regents authorize sale of the property to Mr. Alsabrook for \$650,000 cash, and that the following resolution be adopted:

WHEREAS, the Last Will and Testament of Miss Rosalie B. Hite, dated June 23, 1944, was duly admitted to probate in Harris County, Texas, under the terms of which there was bequeathed to the Board of Regents of The University of Texas, in trust, all the real estate of which she died seized and possessed, having been conveyed by deed dated June 1, 1945, to the Board of Regents of The University of Texas by J. A. Elkins, as Sole Surviving Independent Executor of the Estate of Rosalie B. Hite, deceased, said deed being recorded in Volume 2567, page 381 of the Deed Records of Dallas County, Texas, to which reference is made for all purposes; and

WHEREAS, O. D. Alsbrook of Dallas, Dallas County, Texas, has made an offer of \$650,000.00 in cash to purchase the following described property situated in the City and County of Dallas, Texas:

Being a tract of land in City Block 76-1/2 described by metes and bounds as follows:

BEGINNING at a point approximately 24 feet East of the Southeast corner of the intersection of Elm and Stone Streets;

THENCE East along the South side of Elm approximately 49 feet to a point;

THENCE South approximately 100 feet to a point;

THENCE West approximately 49 feet to a point;

THENCE North approximately 100 feet to the place of beginning;

Together with all improvements thereon, said improvements being otherwise known as 1602-04 Elm and being all the property owned by the Board of Regents of The University of Texas in said City Block 76-1/2;

and

WHEREAS, this offer has been duly accepted by the Board of Regents of The University of Texas, as Trustee of the "Rosalie B. Hite Fund for Cancer Research" under the Will of Rosalie B. Hite, deceased, such sale being advantageous to The University of Texas:

NOW, THEREFORE, BE IT RESOLVED, That the Chairman of The Board of Regents of The University of Texas, as Trustee of the "Rosalie B. Hite Fund for Cancer Research" under the Will of Rosalie B. Hite, deceased, he and he is hereby authorized and directed, for and on behalf of the Board of Regents of The University of Texas, upon receipt of the sum of \$650,000.00, to execute, acknowledge, and deliver a proper deed conveying the above-described property to O. D. Alsbrook of Dallas, Dallas County, Texas, and to perform all other necessary acts to complete the transaction.

ALMA JACOBS HOUSE PINER ESTATE - OFFER BY L. J. HASH FOR PURCHASE OF LOTS IN O'DONNELL, LYNN COUNTY, TEXAS. --Mrs. Alma Jacobs House Piner (Bachelor of Science in Architecture, 1917, The University of Texas) died in Fort Worth in 1950 leaving as her Last Will and Testament the following instrument:

"Fort Worth, Texas
6-18-49

Board of Regents
University of Texas

Gentlemen:

I will all my estate, both personal and real, to The University of Texas to be used in any way that will help to further the growth, development, and progress of the University.

/s/ Alma Jacobs House Piner"

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as admitted to Probate after contest and the net Estate, or the was delivered to the University by the First National Bank of Administrator with Will Annexed. Two pieces of real estate owned by the University. One is described as Lots 6, 7 and 8, City of O'Donnell, Lynn County, Texas. These are 25-foot to the railroad station in O'Donnell and have brought no revenue recently, any prospect for sale at a reasonable price. They were mentioned in Mrs. Piner's Estate at a total value of \$100.00. Mr. Hash of O'Donnell has offered \$500.00 cash for the three lots. An offer about one year ago gave a value of \$300.00. The Endowment and other members of the University staff inspected the lots on a trip to West Texas, and it is believed that Mr. Hash's offer was accepted. It is therefore recommended that the Board of Regents accept the offer, and that it adopt the following resolution:

RESOLVED, That the Board of Regents of The University of Texas as Trustee under the Will of Alma Jacobs House Piner, Deceased, is the owner of Lots 6, 7 and 8, Block 101, City of O'Donnell, Lynn County, Texas; and

RESOLVED, That L. J. Hash of O'Donnell, Texas has made an offer to purchase the above described tract of land for the sum of five hundred Dollars (\$500.00), it being the opinion of the Board of Regents that said sale would be advantageous to the Trust Fund and the same should be accepted:

THEREFORE, BE IT RESOLVED, That upon receipt of consideration the Chairman of the Board of Regents of The University of Texas for and on behalf of the Board of Regents of The University of Texas as Trustee under the Will of Alma Jacobs House Piner, Deceased, be and he is hereby authorized and directed to execute and deliver a proper deed conveying the above described tract of land to L. J. Hash and the Secretary of the Board to attest the deed and affix the common

ALMA JACOBS HOUSE PINER ESTATE - OFFER BY CHESLEY BEDFORD TO PURCHASE OF 240 ACRES, YOAKUM COUNTY, TEXAS. -- The other real estate still owned by the University out of the Estate of Mrs. Alma Jacobs House Piner (see preceding recommendation) is 240 acres of improved land in Yoakum County about 10 miles north of Plains. It is a grazing land, not accessible by road, and has been under year-to-year lease to Mr. Chesley Bedford, a rancher in the area, who owns the adjoining acreage. Though further title examination is required, it appears that the University owns 160 acres of minerals in the tract. Appraised value in the Piner Estate was at \$10.00 per acre for the surface and \$25.00 per acre for the minerals, or a total of \$35.00 per acre. Grazing rental paid by Mr. Bedford is now at 10¢ per acre, annually. No definite interest in purchase of the property has been expressed except by Mr. Bedford, and he now offers \$15.00 per acre for the surface and \$30.00 per acre for one-half of the minerals owned by the University. Assuming ownership by the University of 160 acres of minerals, this would mean cash price of \$6,000 for the surface and \$30,000 for minerals, with 80 acres of minerals to be retained by the

University, fully participating, but with leasing rights in the purchaser. The property has not been under oil and gas lease while owned by the University, and it appears that no inquiries have been received. There is no drilling activity and apparently no leasing activity in the area. A dry hole was drilled about one mile from the tract in 1952. It is recommended that the Board of Regents authorize sale of the surface at \$15.00 per acre and one-half of the minerals owned by the University at \$30.00 per acre to Mr. Bedford, and that it adopt the following resolution:

WHEREAS, the Last Will and Testament of Mrs. Alma Jacobs House Piner dated June 18, 1949 was duly admitted to probate in Yoakum County, Texas under the terms of which there was bequeathed to the Board of Regents of The University of Texas in trust all of the real estate of which she died seized and possessed; and

WHEREAS, Chesley Bedford of Plains, Yoakum County, Texas has made an offer to purchase the following described tract of land comprising 240 acres together with one-half of the mineral interest now owned by the Board of Regents of The University of Texas for Fifteen Dollars (\$15.00) per acre for the surface and Thirty Dollars (\$30.00) per acre for minerals:

Being all of the Southwest One-fourth (SW/4) and the West One-half (W/2) of the Southeast One-fourth (SE/4) of Section No. Ninety-nine (99), Block D, Certificate 216, John H. Gibson Survey, in Yoakum County, Texas;

and

WHEREAS, this offer has been duly accepted by the Board of Regents of The University of Texas as Trustee under the Will of Alma Jacobs House Piner, Deceased, such sale being advantageous to The University of Texas:

NOW, THEREFORE, BE IT RESOLVED, That the Chairman of the Board of Regents of The University of Texas as Trustee under the Will of Alma Jacobs House Piner, Deceased, be and he is hereby authorized and directed for and on behalf of the Board of Regents of The University of Texas upon receipt of the consideration as specified above to execute, acknowledge and deliver a proper deed conveying the above described property to Chesley Bedford of Plains, Yoakum County, Texas, and to perform all other necessary acts to complete the transaction.

W. J. McDONALD OBSERVATORY FUND - OFFER BY RALPH BOLTON FOR PURCHASE OF 125.393 ACRES, S. C. PRICE SURVEY, LAMAR COUNTY, TEXAS (PICKERING PROPERTY). --The tract known as the Pickering Property in Lamar County out of the W. J. McDonald Estate is carried at a book value of \$10,367.50, the appraised value in the Estate in 1929 when there were some improvements of value, and has been carried as 138-1/2 acres but surveys as 125.393 acres. It has

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been rented for several years on a share crop basis to Mr. Ralph L. Bolton, and not more than 15 to 20 acres has been cultivated in the last three or four years. Income to the University now runs about \$125 annually, and Mr. Bolton doubts that he can make it produce that much rental hereafter. Two old houses and some sheds on the tract are completely dilapidated and of no value.

The Board of Regents authorized sale of this property for \$7,000 cash in June, 1956, to Mr. J. M. Howard, a relative of Mr. Bolton, but the sale did not go through due to failure to arrange financing.

Mr. Bolton states that he will try to pay \$6,000 for the tract with the University to retain one-half of the minerals, fully participating but with leasing rights in the purchaser, to be paid \$1,000 down and \$500 annually thereafter with interest at 5%. Based on corrected acreage, an appraisal obtained in 1956 gave a value of approximately \$6,500 of which \$500 was allocated to improvements.

It is recommended that the Board of Regents authorize sale of this tract to Mr. Bolton on the terms set out above, subject to acceptance by deposit of \$300 earnest money on or before November 15, 1958, and that the Board adopt the following Resolution:

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

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

and

WHEREAS, Ralph L. Bolton of Paris, Lamar County, Texas has made an offer to buy the above tract of land at a price of Six Thousand Dollars (\$6,000.00), payable One Thousand Dollars (\$1,000.00) down and Five Hundred Dollars (\$500.00) annually thereafter with interest at Five Per Cent (5%) per

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annum to be evidenced by a Promissory Note secured by Vendor's Lien and Deed of Trust, reserving under the Board of Regents one-half (1/2) interest in and to the minerals, it being the opinion of the Board of Regents that said sale would be advantageous to the W. J. McDonald Observatory Fund and that the same should be accepted:

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

HOGG FOUNDATION: W. C. HOGG MEMORIAL FUND - VARNER PROPERTIES - REQUEST BY T. J. BETTES COMPANY FOR APPROVAL OF SUB-LEASE OF SPACE IN BETTES BUILDING (MITCHELL PROPERTY), HOUSTON, TEXAS. --T. J. Bettes Company had, prior to acquisition of the property by the University, a lease on most of the second floor and part of the ground floor of the Bettes Building at Capitol and Fannin in Houston, the lease by renewal under its terms now running to June 30, 1962, at monthly rental of \$1,550. The Company has acquired the First National Bank property in Houston into which it will move its offices after remodeling, and it requests that the Board of Regents give its permission, as provided in the lease, to a sub-lease arrangement with The Texas Company of the space in the Bettes Building, effective at an early date. The Texas Company holds a lease on space in the First National Bank property, and it is to surrender that space to T. J. Bettes Company in exchange for the space in the Bettes Building. The Texas Company will continue to pay Bettes Company rental under the First National Bank Building lease, and Bettes Company will continue to pay rental to the University on the space in the Bettes Building. A copy of the agreement between Bettes Company and The Texas Company will be furnished at an early date, and it is recommended that the Chairman of the Board of Regents be authorized to sign a letter, or other appropriate instrument, as evidence of approval by the Board of Regents of the sub-lease arrangement, after approval by the Land and Trust Attorney as to form and by the Endowment Officer as to content.

HOGG FOUNDATION: W. C. HOGG MEMORIAL FUND - VARNER PROPERTIES - RECOMMENDATION RE LEASE OF SPACE AT 1017 CAPITOL AVENUE (BETTES BUILDING), HOUSTON, TEXAS. --Melville Realty Company (Thom McAn Shoes) has had a lease on the space at 1017 Capitol Avenue, approximately 900 square feet, in the Bettes Building in Houston for ten years from December 1, 1948 at rental of \$6,000 annually with provision for certain excess rental payments. No excess rental has been received in recent years. The lessee has stated that it will not be interested in renewing this lease except at a reduced rental, and it is recommended that the Endowment Officer be authorized to notify them to vacate the premises on or before November 30, 1958. It is further recommended that the Endowment Officer, with the approval

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of the Vice President for Fiscal Affairs, be authorized to negotiate for a lease to run not longer than to December 31, 1962, date of expiration of the W. T. Grant Company lease, at a rental of not less than \$500 per month net to the University with a responsible tenant, and that the Chairman of the Board of Regents be authorized to execute a lease on these terms when approved by the Land and Trust Attorney as to form and by the Endowment Officer as to content.

HOGG FOUNDATION: W. C. HOGG MEMORIAL FUND - VARNER PROPERTIES - RECOMMENDATION RE HOUSTON SHOE HOSPITAL LEASE, 1019 CAPITOL AVENUE (BETTES BUILDING), HOUSTON, TEXAS. --Houston Shoe Hospital holds a lease for 25 years running from September, 1938, to August 31, 1963 on the space at 1019 Capitol Avenue in the Bettes Building in Houston. Rental is now at \$585.50 monthly, and the tenant is customarily from 25 to 75 days late in rental payments, due, it is believed, to lack of proper attention to such payments. Repeated requests from the Endowment Office for prompt payment have brought little result. It is recommended that the Board of Regents authorize the Staff to enforce the rights of the University under the lease unless the tenant places its rental in current condition not later than November 15, 1958, and makes rental payments thereafter within 10 days of due date. It is recommended that the Endowment Officer be authorized to notify the tenant of this action by the Board of Regents.

HAMAH SMITH CALLAWAY ESTATE - OFFER FOR PURCHASE OF PROPERTY AT 1206 GUADALUPE STREET, AUSTIN, TEXAS. --On May 30, 1958, the Board of Regents authorized the Endowment Officer, with the approval of the Vice President for Fiscal Affairs, to pursue efforts to sell the property at 1206 Guadalupe devised to the University by Mrs. Hamah Smith Callaway and to quote an asking price, any sale to be subject to approval by the Board of Regents and clearly set out in quoting an asking price. Possession of the property was delivered to the University as of September 1, a sign has been placed on the property for sale as commercial property, one advertisement has been run, and a price of \$65,000 cash has been quoted. An independent appraisal places a value of \$60,000 on the property. Some calls have been received, but no definite prospect in the range of the asking price has been developed.

Mr. Harry Joseph, through Mr. Sterling Sasser, has submitted an offer, accompanied by earnest money, to buy the property for \$40,000 cash. This offer is presented to the Board of Regents at the specific request of Mr. Joseph and Mr. Sasser. It is recommended that it be declined by the Board of Regents.

HUNTINGTON LANDS - PROPOSAL FROM PORTER INVESTMENT CO., INC., FOR OIL AND GAS SHOOTING-LEASE OPTION ON APPROXIMATELY 800 ACRES, S. C. BUNDICK SURVEY, GALVESTON COUNTY, TEXAS. --The University has received on October 13 a proposal from Porter Investment Co., Inc., of which A. C. Porter of Houston is President, for an oil and gas shooting-lease option covering approximately 800 acres of the Huntington Lands in the S. C. Bundick Survey, Galveston County. They offer \$1.00 per acre for the shooting rights for a period

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of six months, with an option to lease for oil and gas development all or any portion of the area covered by the agreement upon payment of \$5.00 per acre for the leased acreage. The lease would become null and void unless drilling operations are begun on the leased premises within one year from date of lease. Primarily due to lack of time to explore the matter, it is recommended that the Board of Regents decline the proposal, with the Endowment Officer authorized to explore the matter and present, if a proposal within reason can be negotiated, a recommendation at the December meeting of the Board of Regents.

TRUST AND SPECIAL FUNDS--REVENUE BOND FINANCING MATTERS.--

MAIN UNIVERSITY - RECOMMENDATION FOR ADVERTISING FOR BIDS ON BOND ISSUE FOR EXPANSION OF TEXAS UNION BUILDING. --Approval is expected at the October, 1958 meeting of the Board of Regents of the plans and specifications for the expansion of the Student Union Building at the Main University, looking to the opening of bids just prior to and award of contract at the December, 1958 meeting of the Board. Most of the funds for such expansion are to be provided by a bond issue of \$1,900,000, Series A in the amount of \$400,000, and Series B in the amount of \$1,500,000. We have a final commitment, and have executed the Loan Agreement, with the Housing and Home Finance Agency for Series B at an interest rate of 2-7/8 per cent. The \$400,000 of Series A will be sold publicly, and bids will be invited for both issues. It is recommended that the Endowment Officer be authorized to advertise for bids for the two series, such bids to be opened in Austin not later than Wednesday, December 10, 1958 and reported to the Board for award at the December 12-13 meeting of the Board of Regents in El Paso.

At the June, 1957 meeting the Board of Regents authorized the Endowment Officer to file with Housing and Home Finance Agency the Final Application for a commitment to buy the \$1,500,000 of bonds, "with the understanding that authorization for construction of the project and sale of the bonds for the financing will be approved by the Board of Regents at a later date, and only after the Board of Regents has approved preliminary planning for the Annex to serve Law School Students, et al, cost of such Annex to come from sources other than the Available University Fund and the bond issue or issues referred to above."

If, in the opinion of the Board, action already taken regarding an annex to serve Law School students, does not satisfy the provision for approval of "preliminary planning" adopted in June, 1957, the Land and Investment Committee recommends that any additional action deemed appropriate be taken at this, the October, 1958 meeting of the Board of Regents to permit the award of the construction contract and sale of bonds for the expansion of the Texas Union Building, at the December, 1958 meeting of the Board.

Adoption of report. --Vice-Chairman Sorrell recommended approval of the report of the Land and Investment Committee with the following

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addition to the recommendation in the last item of the report which pertains to advertising for bids for sale of bonds for the expansion of the Texas Union Building:

Such advertising will be done only after securing from the Union Board an irrevocable dedication of funds in the Texas Union Building Fund (approximately \$100,000) for the construction of the East Side Annex to the Texas Union Building to serve Law students primarily, as approved by the Board of Regents September 22, 1956.

(The estimate at that time for the Annex as planned was \$90,790. As of August 31, 1958 there was a balance of \$95,767.67 in Account No. 77940, Texas Union Building Fund and \$10,092.42 has been taken from that fund for payment of Architects' Fees up to August 31, 1958, which amount will be returned to Account No. 77940 after the bond proceeds are received.)

Mr. Johnson seconded the motion which was unanimously adopted.

REPORT OF ACADEMIC AND DEVELOPMENTAL AFFAIRS COMMITTEE (Each item requiring action was adopted by separate motion.) -- The Board received from Committee Chairman (Mrs.) Devall the following report of the Academic and Developmental Affairs Committee:

Concessions for Students, Austin Municipal Golf Course, Main University. --At the May 1958 meeting of the Regents, the Academic and Developmental Affairs Committee in response to a request of the Student Association asked the Administration to communicate with the officials of the City of Austin in an effort to obtain concessions at the Austin Municipal Golf Course for students engaged in an intramural sport or physical training program.

The Committee has received a report through City representatives that (1) currently reduced rates are given to University students in physical training on week days and the University students in preliminary rounds of intramural competition on week days; (2) no charge is made for University students in the semi-final matches in intramural competition on week days and for students on the University Golf Team, and (3) a recommendation is being made by the Director of the Austin Recreation Department through the City Manager to the City Council that reduced rates be given all University students during certain off hours on week days.

Texas Memorial Museum. --The Academic and Developmental Affairs Committee has given consideration to the Annual Report of the Texas Memorial Museum for the Year 1957-58, a copy of which has been received by each member of the Board. The Committee is in accord that the Texas Memorial Museum has potential possibilities and that the existing conditions should be improved. Though the Board of Regents is the Board of Directors of the Museum, the Museum is legally a separate State agency and University funds cannot be used for its operation. As Directors of the Museum, the Regents have included in the Budget Submissions for 1959-61 to the Legislature a request for \$75,000 to air-condition the building.

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After the foregoing report by Mrs. Devall, the Board entered into a discussion as to various possibilities of making the Texas Memorial Museum a better and finer state facility. It was moved by Doctor Minter, seconded by Mrs. Devall, and unanimously adopted by the Board that the Administration be requested to study the feasibility and legality of a combination building for the Texas Memorial Museum, Huntington Museum, and the Art Building to see if such a building would be a practical approach to the existing problem. When this motion was adopted, it was with the understanding both of the Board and of the Administration that before any University funds could be spent in this connection, the Legislature would have to transfer the ownership of the Texas Memorial Museum to The University of Texas.

Excellence Program, Main University. --At the request of Mrs. Devall, Vice-President Ransom gave a report on the Excellence Program at the Main University. Briefly, he stated the amount of appropriation, the purpose, the major undertakings, and the present reserve of the Excellence Fund.

There was budgeted for 1958-59 for Special Research and Academic Excellence Program \$1,000,000 from the Available University Fund against \$4,500,000 as suggested by the Graduate Council. The program is not designed to subsidize ordinary operations of the University or to raise faculty salaries, but on the contrary to build higher selective programs to obtain excellence. The program has been aimed at a few undertakings in which the University has a great chance at national or international distinction. The fund has been used only for the purposes designated and thus far the major undertakings have been: (1) Program research and centralized facilities of high quality, among which are the Computation Center, research library materials, and the Electronic Microscopy Center, (2) selected individual projects for both the senior scholars and younger members of the staff, ranging from projects in atomic physics to language analysis and from radio-biology to philosophy, (3) selected undergraduate, doctoral, and post-doctoral fellows - that is grants to students with highest promise, and (4) publication of research, commentary, and creative work.

For the Second Semester of the 1958-59 Long Session, there is a small reserve in this fund. The change of summer school to a nine-week session is a step toward excellence, but it has drawn heavily upon the Excellence Fund. However, Vice-President Ransom said "with legislative appropriation and with outside philanthropy, we are on our way."

Bennett Boat Dock, Main University. --President Wilson presented to the Academic and Developmental Affairs Committee letters from Mr. Howard Wolf, President of the Students' Association, Mr. Tom Benner, President of The Texas Union Council, Miss Rosemary House, President of the Orange Jackets, Mr. Bud Mims, President of the Silver Spurs, and Mr. Jerry Nathan, Foreman of The Texas Cowboys. These organizations are requesting that the lease of the Bennett Boat Dock, which expires January 1, 1960, be not renewed, but that in long range planning arrangements be made for transfer of the operation to the Texas Union. (President Wilson asked at this time to present to the Board documents he had just received from the Students' Association, including a resolution, a memorandum submitted to Vice-President Ransom in May 1958, and a petition signed by more than 3,000 students.

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These requested also that the lease be not renewed and that plans be made for The Texas Union to operate this project. President Wilson commented that he doubted if the students who signed the petition realized the amount of money it would take to repair and operate this project and also if they realized that there is no money available at this time for such undertaking.)

After due deliberation, particularly with reference to the financial side of the improvements and the operation of the Boat Dock, it is recommended by the Committee that the following proposal as presented by the Administration be adopted:

1. It is not feasible at the present time to construct and operate a boat dock or lakefront student center as an enterprise of the Student Union. Termination of the present use of the Bennett Boat Dock site would result in the necessity for considerable expenditures to place the installation in satisfactory condition. Funds for the necessary capital out-lay are not in sight. Construction of the Law School Unit of the Student Union has a prior claim, and will exhaust all resources available in the immediate future. Faced with the uncertainties of financing the operations in the expanded Student Union, it would be most unwise at this time to assume the additional obligation of operating a lake facility from Student Union receipts.

The present decision, however, does not preclude later development of a lakefront facility to serve students and faculty. Long-range plans contemplate considerable expansion of student housing on the Brackenridge Tract and the erection of a suitable student-faculty center there.

2. The Bennett Boat Dock property is to be leased to a commercial operator when the present lease expires. The Endowment Officer is requested to negotiate a lease which will give some desirable concessions to student and faculty users of the boat docks, and will obligate the lessee to make necessary improvements in the property. The term of lease may be for 5 years or more.

It was moved by Mr. Hardie, seconded by Vice-Chairman Sorrell, and unanimously adopted that the foregoing recommendations of the Administration as approved by the Academic and Developmental Affairs Committee with reference to the Bennett Boat Dock be approved.

Implementing Report of Committee of 75. --Each member of the Board was furnished in the Material Supporting the Agenda a copy of the suggestions of Vice-President Haskew, concurred in by President Wilson, with reference to implementing the Report of the Committee of 75. The Board will receive the Report of the Committee of 75 at a joint meeting of the Committee and the Board on December 6, 1958.

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In accordance with the suggestions presented by Vice-President Haskew, it is recommended by the Academic and Developmental Affairs Committee:

1. That after receiving the Report, the Board of Regents in conference with the President and Central Administration, select those recommendations which are to become developmental policies or goals for The University of Texas System. Thereafter, for several years to come, plans and procedures can be recommended to the Board for moving toward the goals set. Annually, evaluations of progress can be made, and the results studied by the Board.
2. That to select and enunciate the goals the Board thinks should be set pursuant to the Committee of 75 recommendations, the Board of Regents devote a meeting exclusively to this in early Spring of 1959. It is preferable that the meeting be in a retreat-type situation and be free from consideration of routine business.

Mrs. Devall moved that the foregoing suggestion of the Administration with reference to implementing the Report of the Committee of 75 be adopted and further that Vice-President Haskew be asked to continue plans as outlined for a widely-diffused cultivation of intelligent support of The University of Texas, including distribution and study of a popularized version of the Report of the Committee of 75. The final plans for this endeavor, however, will be reported later to the Board. Doctor Minter seconded this motion which was unanimously adopted.

REPORT OF MEDICAL AFFAIRS COMMITTEE. -- Since Doctor Minter was delayed on account of bad weather and did not attend the Medical Affairs Committee meeting on October 24, Chairman Jeffers presented the following report:

Private Pathology Service Obligations, Southwestern Medical School. -- Dean Gill reported that in accordance with the directive of the Board at its meeting on September 20, 1958, he had discussed the problem in detail with the faculty members at Southwestern Medical School who were participating in private pathology service obligations for a hospital unaffiliated with Southwestern Medical School and in violation of Board policies. The matter had been satisfactorily disposed of - the faculty members concerned having agreed to terminate their agreement with the hospital immediately.

Proposed Southwestern Medical Center; Appointees to Board of Governors, Southwestern Medical Center Council. -- The Medical Affairs Committee heard an interesting report from Vice-President Casberg and President Wilson of a meeting in Dallas on October 21, 1958, of officials of Southwestern Medical Foundation, City-County Hospital, City of Dallas, County of Dallas, St. Paul Hospital, and Southwestern Medical School, for the development of a Southwestern Medical Center. At this meeting, all participants agreed on the plan in principal with details to be worked out later, and the Southwestern Medical Center Council was created. The affairs of this Council shall be vested in a Board of Governors consisting of two designated representatives from each of the institutions participating.

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The Board of Governors shall adopt by-laws for the establishment of procedures and administration of the affairs of the Council which shall include the formation of a Joint Administrative Committee consisting of the executive heads of each of the operating institutions and the Executive Secretary of the Council.

The functions of the Council will be to advise in the determination of policy and programs to be carried on at the Center, the modification or establishment of facilities, the determination of additional institutions for participation in the programs of the Center, and review the recommendations concerning the use and allocation of lands, construction of buildings, and development of site.

This Council shall serve as a liaison with the public in matters of interpretation of programs of the Center and development of community support.

The Administrative autonomy of the institutions and agencies participating in the Center will remain intact, and co-ordination and integration shall be on a voluntary basis subject to terms and conditions established by the Board of Governors.

Mr. Karl Hoblitzelle, President of The Southwestern Medical Foundation, has requested that representatives from The University of Texas be named at an early date. The Medical Affairs Committee recommends that Regent Thompson and Dean Gill be named to the Board of Governors.

Conferences Authorized re Proposed Agreement with Hermann Hospital. --
It was reported to the Medical Affairs Committee that Chairman Jeffers and Vice-President Casberg, at the request of the Hermann Hospital Board, had met with Mr. Walter Sterling and other members of the Hermann Hospital Board and Doctor Leigh Crozier, Director of Hermann Hospital. The Hermann Board members indicated an interest in sharing their facilities with the Medical Branch for undergraduate medical education.

At present, the Medical Branch is sending some students to San Antonio and Austin for undergraduate clinical experience in obstetrics. At this conference it was learned that Baylor University College of Medicine is currently using facilities of Hermann Hospital for undergraduate training in obstetrics but that the services are large enough to serve both medical schools.

It is recommended by the Medical Affairs Committee that Vice-President Casberg and Executive Director Truslow be authorized and requested to arrange conferences with Doctor Crozier and other members of his staff to explore the possibility of some type of agreement between The University of Texas and the Hermann Hospital for The University of Texas Medical Branch to use some of the facilities of Hermann Hospital with reference to its undergraduate program, and that Doctor Stanley Olson of Baylor hospital be apprised of the fact that these exploratory conferences are being held. It is understood that the conferences are to be exploratory and are to be reported back to the Board for action.

ADOPTION OF REPORT. --Adoption of the foregoing report was moved by Vice-Chairman Sorrell, seconded by Mrs. Devall, and unanimously approved by the Board.

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

The Executive Committee during the period September 10 through October 10, 1958, approved the following item by individual vote by mail ballot:

Budgetary Item, Medical Branch. --One budgetary item for The University of Texas Medical Branch upon recommendation of Doctor Truslow, concurred in by President Wilson. This item is No. 2, Page G-1, in the Medical Branch portion of the docket dated October 10, 1958.

This action was ratified by the adoption of the docket. (Page 54)

MAIN UNIVERSITY

RECOMMENDATIONS OF FACULTY COUNCIL: NAMES FOR ENGINEERING BUILDINGS. --President Wilson presented the following recommendations of the Faculty Council (Page 7158, Documents and Minutes of the General Faculty) re names for Engineering Buildings and incipations on all buildings:

- (1) The present Chemical Engineering Building and Petroleum Engineering Building should continue to be designated by these names, since they house single-department activities and are expected to continue to do so in the foreseeable future.
- (2) The present Engineering Building should be renamed as the Taylor Hall of Engineering. This action is based primarily on the desire to provide a suitable permanent memorial to Dean T. U. Taylor, the first dean of the College of Engineering, and, as such, responsible for much of its early growth and development. A secondary reason is that this action would eliminate the confusion now existing between the several engineering buildings, as well as between the Engineering Building and the English Building.
- (3) The new engineering building to be located on the corner of 24th Street and Speedway Avenue (and its extension to the west - Phase II) should be designated as the Engineering Laboratories Building. This recommendation is based on the multiple-department utilization of the building and the type of instructional activity to be conducted therein.
- (4) It is further recommended that metal plaques bearing the approved name of each existing and new building be installed at eye-level at each principal entrance. This would materially aid in identifying the buildings for new students and visitors and would not in any way interfere with names incised in stone above entrances or at the top of the existing building.

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It was moved by Vice-Chairman Sorrell, seconded by Mrs. Devall, and unanimously adopted that

- (1) the present Chemical Engineering Building and Petroleum Engineering Building continue to be designated by these names;
- (2) the present Engineering Building be renamed the T. U. Taylor Hall of Engineering;
- (3) the new engineering building to be located on the corner of 24th Street and Speedway Avenue (and its extension to the west - Phase II) be designated as the Engineering Laboratories Building, and
- (4) that the present practice of labeling buildings be followed.

CENTRAL ADMINISTRATION

SYSTEM-WIDE POLICY CONCERNING STUDENTS WHO DO NOT PAY THEIR BILLS OR DEBTS. -- Upon recommendation of President Wilson, and upon motion of Mr. Johnson, seconded by Mr. Thompson, the following system-wide policy concerning students who do not pay their bills or debts was unanimously adopted by the Board for incorporation in appropriate language in the catalogues of the several institutions:

The University is not responsible for debts contracted by individual students or by student organizations. On the other hand, the University expects all students and student organizations to conduct themselves honorably in all commercial transactions (from Page 84, General Information Catalogue, Main University). The University will not assume the role of a collection agency for organizations, firms and individuals to whom students may owe bills, nor will the University adjudicate disputes between students and creditors over the existence or the amounts of debts. A student, however, is expected to perform his contractual obligations and in the event of conduct on the part of a student clearly demonstrating a flagrant disregard of his commercial obligations (refusal to pay or meet admitted debts or obligations will be thus construed), action will be taken appropriate to the age of the student and other circumstances:

- (1) In the event of such conduct, the parents of minors will be notified and requested to intervene.
- (2) In the case of a married student or a student over 21 years of age, the student will be requested to make prompt payment or to negotiate a reasonable plan for payment with his creditor or creditors.

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- (3) In the event that the actions prescribed in (1) and (2) above do not result in the payment or agreement to pay admitted obligations, one or more of the following actions, as determined appropriate in the particular case, may be taken:
- (a) A bar against readmission of the student.
 - (b) Withholding of the student's grades and official transcription.
 - (c) Withholding of a degree to which the student otherwise would be entitled.

MISCELLANEOUS REPORTS AND/OR ANNOUNCEMENTS; COMMITTEE MEETINGS SCHEDULED DECEMBER 10, 1958. --As a matter of information. President Wilson called to the attention of the Board Mr. Hardie's thoughtfulness and activity in helping to clear up the misconception held by many with reference to the wealth of The University of Texas. The Board joined President Wilson in commending Mr. Hardie for his thoughtful action. (A copy of Mr. Hardie's statement is in the Secretary's Files, Volume VI, Page never furnished.)

President Wilson reminded the Regents of the (1) customary luncheon preceding the Texas - A. & M. game, either in Austin or College Station wherever the game is played and (2) the joint meeting with the Committee of 75 to receive its report on December 6, 1958, from 10:00 a. m. to 2:30 p. m.

Each Regent was also furnished with a schedule of a series of luncheons planned for the next two months by The Committee of Governing Boards of State Universities and Colleges. (A copy of the schedule is in the Secretary's Files, Volume VI, Page 75 .)

In a discussion of plans for the meeting at El Paso, the Board scheduled the committee meetings as outlined below since the Regents, because of various transportation schedules, would arrive by noon on December 10.

Thursday, December 10

2:00 p. m. : Buildings and Grounds Committee
 Medical Affairs Committee

3:30 p. m. : Land and Investment Committee
 Academic and Developmental Affairs Committee

SUMMARY FINANCIAL STATEMENT FOR PERIOD ENDING AUGUST 31, 1958. --Vice-President Dolley commented briefly on the Summary Financial Statement for Twelve Months ending August 31, 1958. A copy of this statement was distributed to each Regent at the meeting, and a copy is in the Secretary's Files, Volume VI, Page 54 .

THE COMMITTEE OF GOVERNING BOARDS, REGENTS' PROPORTIONATE SHARE OF EXPENSES. --Pursuant to the action of the Board at its meeting in Galveston on August 17, 1958, it was moved by Mr. Thompson, seconded by Mrs. Devall, and unanimously adopted that the Administration be requested to ask the Ex-Students' Association to assist the Board of Regents in contributing, or raising, \$1,500 for the Board's share of the cost of the office opened by The Committee of the Governing Boards of State Colleges and Universities.

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APPROVAL OF DOCKET, OCTOBER 15, 1958. --It was moved by Vice-Chairman Sorrell, seconded by Mrs. Devall, and unanimously adopted that the docket for Central Administration dated October 15, 1958, and the travel supplement for Main University dated October 22, 1958, be approved.

President Wilson had attached and incorporated as a part of the Central Administration docket a docket from each of the component units of The University of Texas. This docket was furnished to each Regent by the President's Office ten days prior to the meeting. At the meeting a travel supplement dated October 22, 1958, for Main University was distributed. (Page 328)

The docket and travel supplement are attached to and made a part of these minutes. (See Page 272 .)

APPROVAL OF MINUTES, SEPTEMBER 20, 1958. --Upon motion of Mrs. Devall, seconded by Mr. Hardie, the Minutes of the meeting of the Board of Regents held in Austin on September 20, 1958, were unanimously approved in the form as circulated by the Secretary to include Page 29 as substituted. The corrected Page 29 reflects only six items under the division "B. Duties and Responsibilities of the Hospital Controller." The meeting should be No. 574.

GALVESTON STATE PSYCHOPATHIC HOSPITAL BUILDING, MINUTE REFERENCES. --It was called to the attention of the Board in the Material Supporting the Agenda that at previous meetings, reports have been made to the Board relating to the Marvin-Graves (State Psychopathic) Building. As presented, these reports and all action relating thereto have been included in the Minutes. The correct name of the building is Galveston State Psychopathic Hospital Building.

Upon a motion duly made and seconded, the Board unanimously authorized that all such references in the record be corrected to read "Galveston State Psychopathic Hospital Building" rather than "Marvin-Graves (State Psychopathic) Building."

JOINT RESOLUTION WITH TEXAS A. & M. COLLEGE SYSTEM - PERMANENT UNIVERSITY FUND AND AVAILABLE UNIVERSITY FUND. -- Each member of the Board was furnished in the Material Supporting the Agenda a copy of a joint resolution with the Texas Agricultural and Mechanical College System. This resolution as approved by the Board of Regents is incorporated herein and made a part of the Minutes.

RESOLUTION

Since the question of a possible diversion of the Permanent University Fund and the Available University Fund has again been raised, the Board of Regents of the University of Texas system and the Board of Directors of the Texas A. and M. College System again wish to go on record as being unequivocally and unalterably opposed to any proposal, plan, or action affecting the Permanent University Fund which would: (1) divert increments of the permanent endowment to expendable income, or (2) attempt to obtain temporary and partial

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relief of the State's financial problems at the expense of the University and A. and M. College by making substantial appropriations of the University Available Fund to finance the regular operations of these institutions.

Any alteration of the present plan would be disastrous to the future of higher education in Texas.

ACCEPTANCE OF RESIGNATION OF CHAIRMAN LEROY JEFFERS. -- Chairman Jeffers had previously advised the members of the Board that it would be necessary for him to resign as Chairman of the Board. He presented his resignation with this statement:

I deeply regret that circumstances beyond my control make it necessary for me to resign as Chairman of the Board of Regents. During the approximately two months that remain of my term the obligations of law practice are going to require my entire time and my absence from the state much of that time. The best interests of the University demand that the Chairman be available during these months in connection with preparing legislative presentations and handling other vital matters. It is personally painful to surrender the most richly rewarding privilege with which you have so greatly honored me. The satisfactions of this position have been priceless, and the support of the legislature, the loyalty of students and ex-students of the University, and the ability, devotion to the University and dedication to its progress of the administration and the Board of Regents have made my assignment an easy and happy one. I shall be ever grateful to you, my colleagues, for your confidence in me and for the blessing of your warm friendship.

My able successor from among you will have a brief but demanding unexpired term in which to act as your Chairman while you serve a great University now moving onto the high road of becoming the greatest in the land.

I suggest that my resignation be accepted effective November 3, 1958, in order to permit me to complete documentary duties in connection with this meeting following its adjournment.

It was moved by Mr. Thompson and seconded by Mr. Hardie that the Board accept the resignation of Chairman Jeffers with regret and with an expression of appreciation for the fine service he has rendered.

Vice-Chairman Sorrell presiding put the motion before the Board with sincere regret. The motion carried.

RESOLUTION OF APPRECIATION. --It was moved by Mr. Hardie, seconded by Mrs. Devall, and unanimously adopted by the Board that Regent Bryan be appointed to draw up an appropriate resolution of the Board's appreciation of Chairman Jeffers. This expression of appreciation will be spread upon the minutes of the meeting on December 12-13, 1958.

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ELECTION OF VICE-CHAIRMAN SORRELL AS CHAIRMAN. --Chairman Jeffers resumed the Chair. The Rules and Regulations of the Board of Regents for the Government of The University of Texas, Part I, Chapter II, Section 1, Page 1, provides that in case of the resignation of an officer, the Board shall, as soon as practicable thereafter, elect a successor for the unexpired term. It was moved by Mr. Bryan, seconded by Mr. Johnson, and unanimously adopted by the Board that Vice-Chairman Sorrell be elected as Chairman of the Board effective at the close of business November 3, 1958, to fill the unexpired term of Mr. Leroy Jeffers, resigned.

Chairman Jeffers stated that the only pleasant thing in connection with his resignation is to see Bob (Mr. J. R. Sorrell) elected as his successor. He is the logical selection. Though his term will be short, it will be important months for the University and in this short time he will be a great Chairman. Congratulations!

ELECTION OF MR. LEE LOCKWOOD, VICE-CHAIRMAN. --It was moved by Mr. Thompson, seconded by Mrs. Devall, and unanimously adopted that Mr. Lee Lockwood be named as Vice-Chairman of the Board effective at the close of business November 3, 1958, to fill the unexpired term of Mr. J. R. Sorrell, Chairman-elect of the Board.

Chairman Jeffers commented that this selection, too, is a logical choice and a very fine one.

ADJOURNMENT. --The Board adjourned at 11:45 a. m.

Betty Anne Thedford
Betty Anne Thedford
Secretary

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REMODELING OF ATTIC (4TH FLOOR)
PASSENGER ELEVATOR
PETROLEUM ENGINEERING BUILDING
MAIN UNIVERSITY, AUSTIN, TEXAS

Received:
October 21, 1958
Office of Comptroller

Time:
3:30 p. m.

<u>Contractor*</u>	<u>Proposal No. 1 (Gen. & Mech.)</u>	<u>Alt. No. 1 (Door Frames)</u>	<u>Alt. No. 2 (Asphalt Tile)</u>
1. W. D. Anderson Austin, Texas	\$ 33,200.00	- \$ 75.00	- \$1,590.00
2. Joe Badgett Austin, Texas	30,403.00	- 66.00	- 635.00
3. Tom Holstien Austin, Texas	32,289.00	- 100.00	- 2,000.00
4. Jones & Hazeltine Austin, Texas	31,300.00	- 100.00	- 2,100.00
5. W. T. Walker & Son Austin, Texas	43,787.00	No Change	- 1,900.00

<u>Contractor*</u>	<u>Alt. No. 3 (Room 407)</u>	<u>Alt. No. 4 (Painting)</u>	<u>Working Days</u>
1. W. D. Anderson	- \$2,500.00	- \$ 600.00	160
2. Joe Badgett	- 2,179.00	- 850.00	140
3. Tom Holstien	- 1,900.00	- 800.00	100
4. Jones & Hazeltine	- 2,639.00	- 600.00	150
5. W. T. Walker & Son	- 2,600.00	- 900.00	100

<u>Elevator Contractors</u>	<u>Bond</u>	<u>Working Days</u>	<u>Proposal No. 2 (Elevator)</u>
1. Hunter-Hayes Elevator Company Dallas, Texas	5%	200	\$ 20,100.00
2. B. F. Johnson Elevator Company Waco, Texas	\$1,000.00	160	19,814.00
3. Otis Elevator Company Dallas, Texas	5%	160	18,367.00

Bidder's Bond: All 5%

10-25-58

TABULATION OF BIDS
LABORATORY THEATER BUILDING
MAIN UNIVERSITY, AUSTIN, TEXAS

Time:
2:00 p. m.

Opened:
October 21, 1958
Office of Comptroller

Bidder*	Bid No. 1 Base Bid	Alt. Bid No. 1	Alt. Bid No. 2	Alt. Bid No. 3	Days
W. D. Anderson Company Austin, Texas	\$54,600.00	+ \$ 948.00	+ \$ 380.00	No change	200**
A. C. Warner Austin, Texas	52,875.00	+ 918.00	+ 777.00	+ \$ 300.00	145***
Tom Holstien, Inc. Austin, Texas	63,288.00	+ 1,250.00	+ 400.00	- 200.00	-
John Broad Construction Co. Austin, Texas	53,860.00	+ 760.00	+ 400.00	+ 1,560.00	140***
Gray and Becker Austin, Texas	54,778.00	+ 962.00	+ 295.00	+ 1,054.00	-
J. C. Evans Construction Co. Austin, Texas	51,457.00	+ 740.00	+ 380.00	+ 1,600.00	135**
Joe Badgett Austin, Texas	48,939.00	+ 1,131.00	+ 404.00	No change	180***
Austin Construction Company Austin, Texas	54,250.00	+ 1,177.00	+ 387.00	+ 1,114.00	-
Ray L. Wimberly Austin, Texas	49,200.00	+ 1,050.00	+ 950.00	No change	160**
C & H Construction Company, Inc. Austin, Texas	56,357.00	+ 1,147.00	+ 385.00	+ 1,682.00	180**
M. E. Bell Austin, Texas	80,557.00	+ 1,881.00	+ 1,800.00	+ 3,483.00	-

* Bidder's Bond: All 5%
** Calendar Days
*** Working Days

10-25-58

PREVAILING WAGE RATES
AUSTIN AND VICINITY
AS AT OCTOBER 15, 1958

Less than the general prevailing rate of per diem wages must be paid to all laborers, men, and mechanics directly employed on the work covered by this contract. Over- shall be paid for all hours worked in excess of eight hours a day in any one day or all hours worked on Saturdays, Sundays, and/or holidays in accordance with the rules as shown at the end of the wage scale. The days to be considered holidays are as follows: January 1st, May 30th, July 4th, Labor Day, Thanksgiving Day, and Christmas Day.

The following schedule of wages per diem and per hour prevail as of October 15, 1958, in Austin, Texas, and vicinity.

Classification	Wages Per Diem*	Wages Per Hour	Classification	Wages Per Diem*	Wages Per Hour
ASBESTOS WORKERS (1)			CARPENTERS (Cont'd.)		
Foreman 25¢ above			Millwright		
Journeyman	\$26.56	\$3.32	Journeyman	\$25.40	\$3.175
Journeyman			January 1, 1959	25.80	3.225
Plus 7-1/2¢			July 1, 1959	26.40	3.30
Welfare Fund			January 1, 1960	26.80	3.35
BRICKLAYERS (1)			CEMENT FINISHERS (2)		
Foreman 25¢ above			Foreman 25¢ above		
Journeyman	30.00	3.75	Journeyman	23.80	2.975
Journeyman	30.00	3.75	Journeyman	24.20	3.025
Stone Masons	30.00	3.75	January 1, 1959	24.80	3.10
Marble Setters	26.00	3.25	July 1, 1959	25.20	3.15
			January 1, 1960		
CARPENTERS (5)			ELECTRICIANS (3)		
Foreman 25¢ above			Foreman 25¢ above		
Journeyman	23.40	2.925	Journeyman	27.00	3.375
Journeyman	23.80	2.975	Journeyman		
January 1, 1959	24.40	3.05	Apprentices		
July 1, 1959	24.80	3.10	1st 6 months		40%
January 1, 1960			2nd 6 months		45%
Power Tool Operator -			3rd 6 months		50%
\$1.00 per day in addi-			4th 6 months		55%
tion to Journeyman's			5th 6 months		60%
Wages			6th 6 months		65%
Apprentices			7th 6 months		70%
1st 6 months		50%	8th 6 months		75%
2nd 6 months		55%	9th 6 months		85%
3rd 6 months		60%	10th 6 months		90%
4th 6 months		65%	Welder	27.00	3.375
5th 6 months		75%	Cable Splicer	29.00	3.625
6th 6 months		80%			
7th 6 months		85%			
8th 6 months		90%			
Millwright Foreman 25¢					
above Journeyman					

footnotes on Page 62.

10-25-58

Classification	Wages Per Diem*	Wages Per Hour
COMMON LABORERS (2) Common Labor including excavation, concrete work, reinforcing, shoring, digging, loading, and unloading materials, carpenter tender and all construction labor except that hereinafter classified: \$10.80	\$10.80	\$1.35
Air tool operator and vibrator; Mason Tender (excluding mason handler and wheeler handling material from stockpile to hoist or to stockpile on floor); Cement finisher tender; Pipe layer (non-metallic); caulkers, etc., handling, laying, cleaning pumpcrete pipe; Power Buggy operator	11.60	1.45
Plaster Tender; Lath Tender; Mortar Mixer	12.80	1.60
Plaster Mixer; Hod Carrier	13.40	1.675
Well Driller; Blaster; Guniting Worker	14.00	1.75
Concrete Stack Worker	14.40	1.80
IRON WORKERS (1) Foreman 25¢ above		
Journeyman		
Structural, Rigging, Ornamental	25.60	3.20
January 1, 1959	26.00	3.25
July 1, 1959	26.60	3.325
November 1, 1959	27.00	3.375
Rodman	23.60	2.95
January 1, 1959	24.00	3.00
July 1, 1959	24.60	3.075
November 1, 1959	25.00	3.125
LATHERS (1) Foreman (residential) 12-1/2¢ above		
Journeyman		
Foreman (other) 25¢ above Journeyman		

LATHERS (Continued)

Classification	Wages Per Diem*	Wages Per Hour
Journeyman	\$28.00	\$3.50
January 1, 1959	29.00	3.625

OPERATORS, HOISTING AND PORTABLE (1)

Foreman 25¢ above

Journeyman

Heavy Equipment

Operators

Heavy Duty Mechanic;

Blade Grader, self-propelled; Bull clam;

Back Filler; Derricks,

Power operated, all

types; Dragline; Push

Cat Operator; Euclid

Operator; Bull Dozer

and all types Cat

Tractors; Cable-Way;

Back Hoe; Crane,

Power Operated, all

types; Elevating

Grader, Self-propelled;

Hoist, Motor Driven,

Two Drums or more;

Mix Mobile; High Lifts

and Loaders, over 1/3

cu. yd. cap.; Fork-

Lifts, over 1500 # cap.;

Winch Truck; Locomo-

tive; Mixer, 14 cu. ft.

or over; Paving Mixer,

all sizes; Piledriver;

Scraper; Trenching

Machine, all sizes;

Gradall; Foundation

Boring Machine;

Scoopmobile;

Shovel, Power

operated; Pump

crete Machine;

Clam Shell

Operator; Rock

Crusher oper-

ated on job
 26.00 | 3.25 || January 1, 1959 | 26.40 | 3.30 |
| July 1, 1959 | 27.00 | 3.375 |
| January 1, 1960 | 27.40 | 3.425 |

See footnotes on Page 62 .

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Classification	Wages Per Diem*	Wages Per Hour
OPERATORS, HOISTING PORTABLE (Cont'd.)		
Light Equipment Operators		
Air Compressor; Blade Grader, Powered; Flex Plane; Form Grader; Mixer, less than 14 cu. ft.; Pulsometer; Truck Crane Driver and Oiler, Combination Man; Gasoline and Diesel Driven Welding Machine; Hoist, Single Drum; Pump; Pneumatic Roller; High-Lifts and Loaders, 1/3 cu. yd. or less; Fork-Lifts, 1500# or less	\$23.20	\$2.90
January 1, 1959	23.60	2.95
July 1, 1959	24.20	3.025
January 1, 1960	24.60	3.075
Firemen	20.80	2.60
January 1, 1959	21.20	2.65
July 1, 1959	21.80	2.725
January 1, 1960	22.20	2.775
Oilers	19.60	2.45
January 1, 1959	20.00	2.50
July 1, 1959	20.60	2.575
January 1, 1960	21.00	2.625
PAINTERS (2)		
Foreman 25¢ above Journeyman		
Journeyman - Painters, Paper-hangers, and Glaziers	21.00	2.625
December 1, 1958	21.50	2.6875
June 1, 1959	22.00	2.75
December 1, 1959	22.50	2.8125
June 1, 1960	23.00	2.875
Journeyman - Spray Painters	25.00	3.125
December 1, 1958	25.50	3.1875
June 1, 1959	26.00	3.25
December 1, 1959	26.50	3.3125
June 1, 1960	27.00	3.375

PAINTERS (Continued)

Classification	Wages Per Diem*	Wages Per Hour
Apprentices		
1st 6 months		50%
2nd 6 months		55%
3rd 6 months		60%
4th 6 months		70%
5th 6 months		80%
6th 6 months		90%

PLASTERERS (1)

Foreman (residential) 12-1/2¢ above Journeyman		
Foreman (other) 25¢ above Journeyman	\$28.00	\$3.50
Journeyman January 1, 1959	29.00	3.625

PLUMBERS (4)

General Foreman 50¢ above Journeyman		
Foreman 25¢ above Journeyman		
Journeyman January 1, 1959	25.60	3.20
July 1, 1959	26.00	3.25
January 1, 1960	26.80	3.35
Journeyman January 1, 1959	27.20	3.40

Apprentices

1st 6 months		35%
2nd 6 months		38%
3rd 6 months		41%
4th 6 months		49%
5th 6 months		52%
6th 6 months		55%
7th 6 months		61%
8th 6 months		77%
9th 6 months		89%
10th 6 months		95%
		(Assistant)
11th 6 months		100%
		(Journeyman)
1% Apprentice Education Fund		

ROOFERS (2)

Foreman 25¢ above Journeyman		
Journeyman - Slate and Tile	19.20	2.40
Journeyman - built-up	16.40	2.05

10-25-58

Classification	Wages Per Diem*	Wages Per Hour	Classification	Wages Per Diem*	Wages Per Hour
HEAVY METAL WORKERS (6)			TRUCK DRIVERS		
Foreman 25¢ above			Driver	\$ 6.80	\$0.85
Journeyman				to	to
Journeyman	\$26.50	\$3.3125		10.00	1.25
TEAM FITTERS (1)			WELDERS - Rate		
Same As Plumbers			applicable to		
			craft where		
			work is		
			performed.		
PIAZZO (1)					
Journeyman	28.00	3.50			
GLAZIERS (1)					
Ceramic - Foreman 25¢					
above Journeyman					
Journeyman	26.00	3.25			
Tile Setter Helper	12.00	1.50			
Apprentices					
1st year		50%			
2nd year		60%			
3rd year to					
Completion		80%			

Based on eight hours per day

- 1) Overtime rate double the prevailing hourly wage rate.
- 2) Overtime rate 1-1/2 times the prevailing hourly wage rate.
- 3) Overtime rate as follows: 5:00 P. M. to 9:00 P. M. and Saturday, 1-1/2 times the prevailing hourly wage rate; 9:00 P. M. to 8:00 A. M., Sunday and Holidays, double the prevailing hourly wage rate.
- 4) Overtime rate as follows: 5:00 P. M. to 12:00 P. M. and Saturday, 1-1/2 times the prevailing hourly wage rate; 12:00 P. M. to 8:00 A. M., Sunday and Holidays, double the prevailing hourly wage rate.
- 5) Overtime rate as follows: First 1-1/2 hours, 1-1/2 times the prevailing hourly wage rate; after that, before 8:00 A. M., Saturday, Sunday, and Holidays, double the prevailing hourly wage rate.
- 6) Overtime rate as follows: First 3 hours, 1-1/2 times the prevailing hourly wage rate; after that, before 8:00 A. M., Saturday, Sunday, and Holidays, double the prevailing hourly wage rate.

Wage Rates as given above compiled from Prevailing Wage Rates as recognized by Associated General Contractors of Austin, Texas.