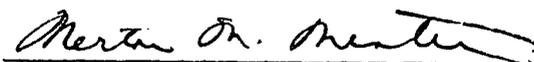


To Whom It May Concern:

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

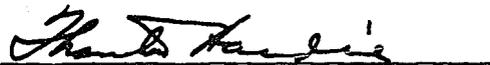
Signed this the 1st day of August, 1959, A. D.


Chairman Merton M. Minter, M. D.

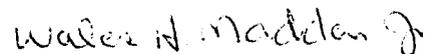

Vice-Chairman J. Lee Johnson, III

J. P. Bryan

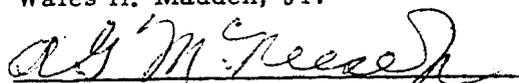
Mrs. Chas. Devall


Thornton Hardie


W. W. Heath


Wales H. Madden, Jr.

Wales H. Madden, Jr.


A. G. McNeese, Jr.

MEETING NO. 582

AUGUST 1, 1959.--The Board of Regents of The University of Texas convened in regular session on Saturday, August 1, 1959, at 11:45 a. m., in the Regents' Room (Main Building 209), Austin, Texas.

ATTENDANCE.--

Present

Chairman Minter, presiding
 Vice-Chairman Johnson
 Regent Bryan
 Regent Hardie
 Regent Heath
 Regent Madden
 Regent McNeese
 President Wilson
 Secretary Thedford

Regent (Mrs.) Devall--excused
 (See Page 15)
 Regent Thompson--excused

Also present among University personnel were:

Doctor Melvin A. Casberg, Vice-President for Medical Affairs
 Mr. Lanier Cox, Vice-President for Administrative Services
 Doctor J. C. Dolley, Vice-President for Fiscal Affairs
 Doctor L. D. Haskew, Vice-President for Developmental Services

Mr. C. H. Sparenberg, Comptroller
 Mr. W. W. Stewart, Endowment Officer
 Mr. Burnell Waldrep, Land and Trust Attorney
 Mr. W. E. Keys, Director, University News and Information Service

Doctor R. Lee Clark, Jr., Director of M. D. Anderson Hospital and Tumor Institute
 Doctor A. J. Gill, Dean of Southwestern Medical School
 Doctor John V. Olson, Dean of the Dental Branch
 Doctor Harry H. Ransom, Vice-President and Provost of the Main University
 Mr. A. A. Smith, Business Manager, Texas Western College (Representing Doctor Joseph R. Smiley, President of Texas Western College)
 Doctor Grant Taylor, Dean of Postgraduate School of Medicine
 Doctor John B. Truslow, Executive Director of the Medical Branch

Mr. Leon Graham, Jr., Representing The Summer Texan

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APPROVAL OF MINUTES (1) JUNE 12-13, 1959 (2) JULY 9, 1959. --The Minutes of the regular meeting of the Board of Regents held in Austin on June 12-13, 1959, were approved in the form as distributed to each Regent by the Secretary, upon motion of Vice-Chairman Johnson, seconded by Mr. McNeese.

The Minutes of the joint meeting of the Board of Regents of The University of Texas and the Board of Directors of the Agricultural and Mechanical College of Texas and the special meeting of the Board of Regents held in Austin on July 9, 1959, were approved in the form as distributed to each Regent by the Secretary, upon motion of Mr. Heath, seconded by Vice-Chairman Johnson.

COMMITTEE REPORTS

Chairman Minter asked the committee chairmen to present reports of their respective committees.

REPORT OF THE BUILDINGS AND GROUNDS COMMITTEE (See Page 12 for adoption.). --Mr. Hardie, in the absence of Committee Chairman Thompson, submitted the Report of the Buildings and Grounds Committee in two parts as outlined below, each part having been approved by the committee:

I. Recommendations of the Administration Presented in the Material Supporting the Agenda

Main University - Ratification of Award of Contract on Furniture and Equipment for Physics Building Addition. -- In accordance with authorization given by the Board at the meeting held June 13, 1959, bids were called for, and were opened and tabulated on July 14, 1959, for Furniture and Equipment for the Addition to the Physics Building at the Main University. See Page 29. Only two bids were received, but in one case the bidder's bond had not been signed by the Principal, so there was only one valid bid, that of The Abel Stationers, Austin, Texas. Since The Abel Stationers' bid appeared reasonable, in comparison with the bid which was not valid, and was well within the amount of money available for this purpose, award of a contract was made by Comptroller Sparenberg, with the concurrence of Vice-President Dolley, to The Abel Stationers in the amount of \$20,324.64, in accordance with further authorization of the Board at the meeting held June 13, 1959.

Main University - Appointment of Engineer and Appropriation for Air-Conditioning Texas Memorial Museum. --At the Regents' Meeting held June 13, 1959, instructions were issued by the Board that Texas Memorial Museum at the Main University should be air-conditioned immediately at an estimated cost of \$75,000. In order that these instructions may be carried out, it is recommended that an appropriation of \$75,000 be made from the Unappropriated Balance of the Available University Fund to an

account to be entitled "Air-Conditioning Texas Memorial Museum." It is further recommended that the firm of Zumwalt and Vinther, Consulting Engineers, Dallas, Texas, be engaged to prepare the plans and specifications for this air-conditioning work.

Main University - Additional Appropriation and Appointment of Committee to Approve Preliminary Plans for Printing Division Building. --At the Regents' Meeting held June 13, 1959, authorization was given to the Consulting Architect to prepare preliminary plans for a New Printing Division Building at the Main University at an estimated cost of \$200,000. During the preparation of these plans, certain changes and additions have appeared to be highly desirable, including the addition of 4,000 square feet of space, part of which would provide office quarters for the Adviser to Publications, and air-conditioning of the building. In order to incorporate these changes, it will be necessary to raise the maximum amount authorized for this project from \$200,000 to \$240,000, to come from Permanent University Fund Bond proceeds. It is, therefore, recommended that the Consulting Architect be authorized to prepare the preliminary plans for the Printing Division Building on the basis of an estimated cost of \$240,000.

Although the preliminary plans could not be completed in time to be presented for approval at this meeting of the Board due to the recommended changes, it is estimated that they will be completed before the next meeting. In order not to delay preparation of working drawings and specifications, it is recommended that a Committee consisting of Main University Business Manager Landrum, Vice-President Ransom, Comptroller Sparenberg, Vice-President Dolley, and President Wilson be appointed to approve the preliminary plans for the Printing Division Building when completed, and authorize the Associate Architect to prepare working drawings and specifications on the basis of these preliminary plans for presentation to the Board for approval at a later meeting.

Main University - Authorization to Prepare Preliminary Plans for West Mall Office Building. --Among the buildings which it is contemplated will be financed out of the Permanent University Fund Bond issue is an office building to be constructed on the West Mall of the Main University as an addition to the Old Library Building on the west side. The addition is to house the Post Office, Stenographic Bureau, Dean of the College of Arts and Sciences, Testing and Counseling Center, and miscellaneous faculty offices. In order that preparation of plans may proceed on this building, it is recommended that authorization be given to the Consulting Architect to prepare preliminary plans for the West Mall Office Building at an estimated cost of \$750,000.

Main University - Ratification of Appropriation for Remodeling Work in Basement and First Floor of Home Economics Building and Authorization for Work to Proceed. --

As a result of numerous conferences and investigations by and between the President's Office, the Main University Business Manager, and the Main University Physical Plant staff concerning space available to take care of needs for: additional permanent office space in the center of the campus, space to house the Ex-Students' Association who must move from the Union Building because of remodeling in that building, and air-conditioned large lecture halls, it was determined that certain remodeling in the West end basement and on the first floor of the Home Economics Building could be performed which would take care of some of these needs, particularly the housing of the Ex-Students' Association. Since it was felt that these needs were urgent and that work should begin immediately in order to have these spaces ready early in the fall, the following actions have been taken, after approval by President Wilson:

1. An appropriation in the amount of \$40,000 has been set up from the Unappropriated Balance of the Available University Fund for Improvement, Remodeling, and Air-Conditioning Certain Spaces in the Home Economics Building.
2. The Main University Physical Plant staff has been authorized to prepare plans and proceed with construction work, rearrangement of utilities, etc., necessary to perform the following work:
 - a. Convert approximately 3,300 square feet of basement space into offices.
 - b. Air-Condition the converted office space.
 - c. Air-Condition Rooms 103 and 105.
3. The Business Manager of the Main University has been authorized to work with the Executive Secretary of the Ex-Students' Association to arrange the facilities for his convenience insofar as possible, as long as the arrangements of space included and agreed to will serve the University's purposes at such time as the Ex-Students' Association is moved to permanent quarters.
4. The following instructions have been issued by the President's Office:

Due to the size of this project, and in accordance with the Regents' Rules and Regulations, all of this work will be under the general supervision of the Comptroller's Office, as usual. The

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Comptroller's Office is to approve all plans and specifications, and award whatever contracts are deemed necessary or advisable to expedite completion of the project.

It is recommended that the actions taken as reported above be ratified and approved by the Board.

Main University - Proposed Construction of New Parking Lots for Faculty and Staff. --It is recommended by the President's Office that an appropriation of \$37,500 be made from the Unappropriated Balance of the Available University Fund for the Construction of Four New Parking Lots for Faculty and Staff, to be located on the Campus of the Main University as shown below, to provide approximately 281 additional parking spaces:

<u>Location</u>	<u>Approximate No. Spaces</u>	<u>Estimated Cost</u>
21st and Guadalupe Streets (Semi-Permanent Topping)	90	\$10,000
Y Hall Site, South and West of Physics Building (Permanent Topping)	33	7,500
21st Street and Speedway, South of Gregory Gymnasium (Temporary Topping)	58	5,000
North of New Engineering Building (Permanent Topping)	<u>100</u>	<u>15,000</u>
Totals	<u>281</u>	<u>\$37,500</u>

One of these parking lots, that located near the Physics Building, had already been provided for by an earlier transfer of \$7,500 out of the Main University Physical Plant Account, Improvements, Remodeling, and Major Repairs, and it is understood that the appropriation now being recommended will supersede the earlier one for \$7,500. It is estimated that parking fees to be charged faculty and staff will approximately equal this capital expenditure over a period of five to six years.

It is further recommended that the plans and specifications for these parking lots be prepared by the Physical Plant staff of the Main University and be approved by Business Manager Landrum and Comptroller Sparenberg, and that the Comptroller be given authority to award whatever contracts are necessary to carry out this construction, with the concurrence of Vice-President Dolley.

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Main University - Appointment of Committee to Approve Preliminary Plans on New Buildings and Other Improvements at McDonald Observatory. --At the Regents' Meeting held June 13, 1959, authorization was given to the Consulting Architect to prepare preliminary plans on new buildings and other improvements to be erected at McDonald Observatory, and an Associate Architect for the project was appointed. The preliminary plans were not completed in time for presentation to the Board for approval at this meeting, but it is believed they will be complete before the next meeting. In order that there will be no delay in proceeding with preparation of working drawings and specifications, it is recommended that a Committee be appointed, consisting of Vice - President Ransom, Comptroller Sparenberg, Vice-President Dolley, and President Wilson if available to approve the preliminary plans for the buildings and other improvements at McDonald Observatory and to authorize the Associate Architect to proceed with the preparation of working drawings and specifications.

Main University - Report on Final Inspection of Laboratory Theater Building. --At the Regents' Meeting of June 13, 1959, a Committee consisting of Comptroller Sparenberg, Vice - President Dolley, Vice - President Ransom, President Wilson, and Mr. J. C. Thompson, Chairman of Regents' Buildings and Grounds Committee (or Regent W. W. Heath in case Mr. Thompson was unable to be present), was appointed to make final inspection and acceptance of the Laboratory Theater Building at the Main University, among others. This building was inspected and accepted (subject to completion of a few minor items on the punchlist) on July 1, 1959, by a group which included:

W. W. Heath, Member of Regents' Buildings
and Grounds Committee
President Logan Wilson
Vice-President James C. Dolley
Charles H. Sparenberg, Comptroller
Walter C. Moore, Architect and Assistant to
the Comptroller
Messrs. Louis C. Page and William H. Brydson,
of Page, Southerland, and Page, Architects
Joe Badgett, General Contractor

It is recommended that the final acceptance of this building by this group or committee be ratified by the Board of Regents.

Texas Western College - Reallocation of Permanent University Fund Bond Proceeds Allotted to Texas Western College. --At the Regents' Meeting held June 13, 1959, authorization was given to the Consulting Architect to prepare preliminary plans for a Classroom and Office Building at Texas Western College containing approximately 90,000 square feet, the total cost of the project

not to exceed \$1,500,000, which was the amount allocated to this building from Texas Western College's share of \$2,500,000 from the Permanent University Fund Bond proceeds. As work on these plans has progressed, it has appeared that in order to be able to construct the type of building needed, including an increase of about 10% in floor space, it will be necessary to increase the over-all cost of the project to \$1,650,000. Texas Western College's tentative total allotment from Permanent University Fund Bond proceeds is \$2,500,000, to cover construction of a Classroom and Office Building, a Gymnasium and Field House, and a Warehouse-Shops Building. It now appears that a satisfactory Gymnasium and Field House can be constructed for \$750,000 and the Warehouse-Shops Building for \$100,000, and the increase can be made in the allocation for the Classroom and Office Building without increasing the total allotment of \$2,500,000. It is, therefore, recommended by President Smiley, Comptroller Sparenberg, and President Wilson that the allocation of Permanent University Fund Bond proceeds for the new Classroom and Office Building be increased to \$1,650,000, and that the Consulting Architect be authorized to proceed with the preparation of preliminary plans on that basis.

Texas Western College - Report on Final Inspection of Remodeling and Enlarging of Library Building.---At the Regents' Meeting on June 13, 1959, a Committee was appointed, consisting of President Smiley, Comptroller Sparenberg, Vice-President Dolley, President Wilson, Regent J. C. Thompson, and Regent Thornton Hardie to make final inspection and acceptance of project above indicated. On July 2, 1959, this project was given final inspection and acceptance (subject to completion of a punch list of minor items) by a group which included:

- A. A. Smith, Business Manager of Texas Western College (representing himself and President Smiley)
- Baxter Polk, Librarian of Texas Western College
- Charles H. Sparenberg, Comptroller (representing himself, Vice-President Dolley, and President Wilson)
- Walter C. Moore, Architect and Assistant to the Comptroller
- Messrs. Eddie Thompson and Mike Ramirez, representing J. E. Morgan and Sons, General Contractors
- Messrs. E. W. Carroll, Hugh English, and N. G. Coleman, representing Carroll and Daeuble and Associates, Architects.

Messrs. J. C. Thompson and Thornton Hardie were unable to be present for this final inspection; we were informed, however, that Mr. Hardie was to make a subsequent inspection after his return to El Paso.

It is recommended that the Board ratify the actions

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above indicated.

- II. Recommendations of the Administration Presented in the Supplementary Material Supporting the Agenda (These items were on the original agenda but could not be documented at the time the Material Supporting the Agenda was distributed since the final inspection had not been made and the bids had not been opened.)

Main University - Report on Final Inspections of Completion of Third and Fourth Floors of West End of Experimental Science Building and Remodeling of Attic of Petroleum Engineering Building. --On July 27, 1959, the following group made final inspections of the projects above indicated:

Doctor Logan Wilson, President
 Doctor James C. Dolley, Vice-President for
 Fiscal Affairs
 Doctor Harry H. Ransom, Vice-President and
 Provost, Main University
 Charles H. Sparenberg, Comptroller
 Walter C. Moore, Architect and Assistant to the
 Comptroller
 Carl J. Eckhardt, Director of Physical Plant,
 Main University
 Curt R. Von Bieberstein, Superintendent of
 Utilities, Main University
 Ralph E. Huber, Superintendent of Department
 of Construction and Maintenance, Main Uni-
 versity

After these inspections, acceptance was made of the projects, and authorization given for final payment to the general contractors involved. In each case, payment is to be made to the other contractors on the projects, including electrical, mechanical, laboratory equipment, and elevator, after completion of certain minor items still on the punch lists. It is recommended that the Board of Regents ratify these actions.

Main University - Award of Contracts for Addition to Chemistry Building. --At the Regents' Meeting held June 13, 1959, authority was granted Comptroller Sparenberg to advertise for bids on the Addition to the Chemistry Building at the Main University. These bids were received, opened, and tabulated on July 21, 1959, as shown on Page 25.

After careful consideration of the base bids and alternate bids received, it is recommended by Preston M. Geren, Associate Architect; Page, Southerland, and Page, Consulting Architects; representatives of the Chemistry Department; Vice-President Ransom; the Comptroller's Office; Vice-President Dolley; and President Wilson that

contract awards be made as follows:

General Contract

C. D. Yarbrough Construction
Company, Austin, Texas

Base Bid A	\$439,777	
Add Alternate A-1 - Super- vision of, and work related to, elevator contract	1,000	
Add Alternate A-3 - Struc- tural glazed tile on corridor walls	<u>5,800</u>	\$ 446,577

Plumbing Contract

Fox-Schmidt, Austin, Texas

Base Bid P	131,700	
Add Alternate P-1 - Con- nections to laboratory equipment, third floor	15,835	
Deduct Alternate P-4 - Dur- iron wastelines in lieu of Pyrex	<u>-19,714</u>	127,821

Heating, Ventilating, and Air-
Conditioning Contract

Way Engineering Company,
Inc., Austin, Texas

Base Bid H & AC	197,728	
Add Alternate H & AC-1 - Connecting fans and duct work to fume hoods, third floor	<u>13,161</u>	210,889

Electrical Contract

Grimes Electric Company of
Austin, Incorporated, Austin,
Texas

Base Bid E	89,495	
Add Alternate E-1 - Con- nections, laboratory equipment, third floor	<u>1,440</u>	90,935

Laboratory Equipment Contract

Metalab Equipment Company,
Hicksville, L. I., New York

Base Bid BL	147,600	
Add Alternate L-1 - Racks, all floors	5,184	
Deduct Alternate L-4 - Dur- iron cup sinks, etc., all floors, in lieu of Pyrex	<u>-750</u>	152,034

Elevator Contract

Hunter-Hayes Elevator Com-
pany, Austin, Texas

Base Bid B		<u>25,915</u>
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Total Recommended Contract Awards		<u>\$1,054,171</u>
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All contract awards above recommended are to the low bidders except the recommended award on the elevator contract to Hunter-Hayes Elevator Company, who made the second low bid. It is the unanimous opinion of the Physical Plant staff of the Main University, the Comptroller's Office, the Associate Architect, and the Consulting Architect that the Hunter-Hayes Elevator Company made the lowest and best bid on this item, and that, in view of information furnished recently and on previous occasions to the Comptroller's Office, the low bidder on this elevator contract either could not or would not meet the specifications as written. The reasons for this recommendation have already been furnished to the Regents' Buildings and Grounds Committee and other members of the Board of Regents on previous occasions.

The contract awards above recommended, plus 6% for architects' fees, plus an estimate of \$14,710 for movable furniture and equipment (mainly office furniture), add up to a total of \$1,132,131.26. It is recommended by all those above named that an additional appropriation of \$135,000 be made from the Unappropriated Balance of the Available University Fund, to be added to the \$1,000,000 originally appropriated for this project, to cover the items above indicated, preliminary and other expenses, and a very small contingency allowance.

All concerned agree that the recommended contract awards are the minimum necessary to do a complete job on this addition now, and that it will be much more economical in the long run if all areas of the addition, including particularly the third floor, can be completely equipped with laboratory equipment at this time.

Main University - Award of Contracts on Business Administration-Economics Building. --In accordance with authorization given by the Board at the meeting held June 13, 1959, bids were received, opened, and tabulated on July 30, 1959, on the Business Administration-Economics Building at the Main University, as shown on the tabulation Page 22. After careful consideration of the bids by the Consulting and Associate Architect, representatives of the Special Committee of the College of Business Administration and the Economics Department, the Comptroller's Office, and the President's Office, it is recommended that contract awards be made to the low bidders as follows:

General Contract

C. D. Yarbrough Construction Company, Austin, Texas

Base Bid	\$2,279,916
Add Alternate No. G-1 - Installation of Basement under the entire Classroom Building	77,891

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Deduct Alternate No. G-2 - Use of heavy intermediate projected steel windows	\$ -47,000	
Alternate No. G-3 - Instal- lation of additional elevator in the Office Building	<u>No Change</u>	\$2,310,807
Heating, Air-Conditioning, and Ventilating Contract J. M. Boyer, Mechanical Contractor, Austin, Texas		
Base Bid	389,829	
Add Alternate No. H, AC, & V-1 - Heating, air- conditioning, and venti- lating entire Basement of Classroom Building	<u>17,759</u>	407,588
Plumbing Contract Porter Plumbing and Heat- ing Company, Austin, Texas		
Base Bid	108,460	
Add Alternate No. P-1 - Plumbing in entire Base- ment of Classroom Building	<u>5,289</u>	113,749
Electrical Contract W. K. Jennings Electric Com- pany, Inc., Austin, Texas		
Base Bid	368,968	
Add Alternate No. E-1 - Electrical work in entire Basement of Classroom Building	12,755	
Add Alternate No. E-2 - Electrical services for one additional elevator in Office Building	<u>358</u>	382,081
Elevator Contract Otis Elevator Company, Dallas, Texas		
Base Bid	85,766	
Add Alternate No. Elev-1 - Extension of Classroom Building elevator to the Basement	1,607	
Add Alternate No. Elev-2 - Installation of one addi- tional elevator in the Of- fice Building	<u>52,602</u>	139,975

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Escalator Contract
 Otis Elevator Company,
 Dallas, Texas
 Base Bid \$ 115,677

Total Recommended Contract Awards \$3,469,877

These recommended contract awards, plus 6% architects' fees and the estimated amount of movable furniture and equipment needed for this building, come well within the amount of money allotted for this project.

Adoption of Report. --It was moved by Mr. Hardie, seconded by Vice-Chairman Johnson, and approved that the foregoing report of the Buildings and Grounds Committee be adopted.

REPORT OF LAND AND INVESTMENT COMMITTEE (See Page 14 for adoption). -- Vice-Chairman Johnson reported that the Land and Investment Committee approved the recommendations of the Administration (Attachment No. 1) as distributed to each Regent in the Material Supporting the Agenda and further that the committee approved the following three items not on the original agenda of the Land and Investment Committee:

Permanent University Fund--Investment Matters--

Recommendation for Investment of Proceeds from Permanent University Fund Bonds, Series 1959. --Delivery of and payment for the Board of Regents of The University of Texas, Permanent University Fund Bonds, Series 1959, is scheduled at the Guaranty Trust Company, New York, New York, on August 4, 1959, at 11:00 a. m. Mr. Grady C. Starnes, Auditor, will represent the University at the delivery. The amount to be received at that time is calculated as follows:

Bid Price	\$4,000,000.00
Accrued Interest, July 1 to August 4, 1959	13,159.67
	<u>4,013,159.67</u>
Less good faith check	<u>80,000.00</u>
Amount due on delivery	\$3,933,159.67

It is recommended that authorization be given by the Board for investment of this amount, plus the \$80,000 good faith check already in our hands, in the most suitable U. S. Treasury securities until such time as the funds are needed for the projects for which they have been allocated.

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Permanent University Fund--Land Matters--

Water Lease No. 83 to G. Stratton, C. V. Griggs, R. E. Bland, and Frederick Scott and/or James P. Nash - Bland-Stratton Water Flood Unit, Taylor-Link Field, Block 16, University Lands, Pecos County. --The University has received a proposal for permission to drill water wells and use the water therefrom for a water flood secondary recovery program in the Taylor-Link Field, Block 16, University Lands, Pecos County, with no payment to be made to the University for the water used. The unit agreement for the operation of several University oil and gas leases covering about 800 acres is still subject to approval by the Railroad Commission and by the Board for Lease of University Lands. However, the operator is already engaged in expenditures and work preparatory to the operation, and it has been requested that the Board of Regents give its consent at this meeting to the use of the water. Taking into account the prospective oil recovery advantages to the University, information that little of the water involved would be suitable for municipal use, and no prospective need by any municipality in the area for the water, it is recommended that the Board of Regents grant the requested permission and authorize the execution of an appropriate instrument by the Chairman when approved as to form by the Land and Trust Attorney and as to content by the Endowment Officer.

Trust and Special Funds--Real Estate Matters--

Archer M. Huntington Museum Fund (Huntington Lands) - Oil and Gas Lease to Pan American Production Company on Approximately 950 Acres, S. C. Bundick Survey, Galveston County, Texas. --At its June 13 meeting, the Board of Regents made a counterproposal, subject to acceptance by June 30, to Standard Oil Company of Texas to lease all of the Huntington Lands, approximately 3,400 acres, under a 5-year oil, gas, and other minerals lease at bonus of \$25 per acre, annual delay rental of \$5 per acre, and royalty of 1/6th on oil and gas. Standard of Texas reported that they continued to have an interest in the tract but could not accept the proposal by June 30, due principally to the necessity for geophysical work before taking a lease.

On July 28, the University received a proposal from Pan American Production Company to lease for oil, gas, and other minerals an area comprising approximately 950 acres out of the middle portion of the Huntington tract. The proposed lease is for 5 years at bonus of \$50 per acre, annual delay rental of \$10 per acre, and royalty of 1/6th on oil and gas. The lease will carry all reasonable provisions as to use of the surface so as to assure minimum interference with industrial use of the land and as to acreage to be retained under the lease by each producing well.

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It is recommended that the Board of Regents accept the proposal from Pan American Production Company and authorize the execution of the lease by the Chairman when approved as to form by the Land and Trust Attorney and as to content by the Endowment Officer.

Adoption of Report. --It was moved by Vice-Chairman Johnson, seconded by Mr. Bryan, and adopted that the Report of the Land and Investment Committee as attached (Attachment No. 1, Pages L-1 through L-12) following Page 29 of the Minutes, and the three additional items set out above be approved.

REPORT OF MEDICAL AFFAIRS COMMITTEE. --Though there were no items on the agenda requiring action of the Board, the members of the Committee discussed with the heads of the medical units various matters concerning their respective institutions.

Doctor Gill presented a request from Doctor Lewis B. Barnett to determine the willingness of the Board of Regents to cooperate with the Shriners of the Northern area of Texas to create proper hospital and research facilities, as determined by the Medical Advisory Board and the Research Board of the National Shrine Organization, for providing specialized care to the handicapped and underprivileged children in the northern half of Texas.

Since this item was not on the agenda and since the proposal is merely in the formative stage, the Board instructed Doctor Gill to inform Doctor Barnett that the University is interested in teaching and research developments which might be related to medical educational programs in the area and would, of course, wish to be helpful. Until more specific details and proposals, definite geographical location, and organization are known, however, the University could not know whether or not any agreements would be feasible. (The letter from Doctor Barnett and a copy of Doctor Gill's are in the Secretary's Files, Volume VI₆, Pages 254.)

REPORT OF EXECUTIVE COMMITTEE - INTERIM ACTIONS (May 25 - July 17, 1959). --The following report of the interim actions of the Executive Committee was included in the Material Supporting the Agenda for ratification by the Board, and the report was approved upon motion of Vice-Chairman Johnson, seconded by Mr. Heath.

The Executive Committee during the period May 25 through July 17, 1959, approved the following budgetary items:

1. Medical Branch. --Upon recommendation of Doctor Truslow, concurred in by President Wilson, the Executive Committee approved one budgetary item for the Medical Branch. This item is listed in the Medical Branch portion of the docket for the July 31 - August 1, 1959, meeting as No. 1 (Page G-1).
2. Southwestern Medical School. --Upon recommendation of Doctor Gill, concurred in by President Wilson, the Executive Committee approved one budgetary item for the Southwestern Medical School. This item is listed in the Southwestern Medical School portion of the July 31 - August 1, 1959, docket as No. 1 (Page S-1).

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REPORT OF ACADEMIC AND DEVELOPMENTAL AFFAIRS COMMITTEE. --Committee Chairman Devall was present for the meetings of the committees but was excused at 11:00 a. m. on account of business. In her absence, Mr. Madden presented the following Report of the Academic and Developmental Affairs Committee:

Suspension of the School of Nursing, Texas Western College; Termination of Contract with Providence Memorial Hospital. --In light of the recommendations of the State Board of Nurse Examiners, the Academic and Developmental Affairs Committee recommends that (1) the School of Nursing at Texas Western College be temporarily suspended with the understanding that any appropriation for 1959-60 made by the Legislature for the School of Nursing would be lapsed and (2) President Smiley be instructed to notify Providence Memorial Hospital, El Paso, Texas, that the contract between the hospital and Texas Western College for the use of clinical facilities at the hospital by nursing students at Texas Western College at no expense to the College shall terminate on August 31, 1959. (A copy of the recommendations of the State Board of Nurse Examiners is in the Secretary's Files, Volume VI, Pages 257.)

Albert Sidney Burleson Chair for Professorship of Law, Main University. --The Academic and Developmental Affairs Committee recommends that there be established the Albert Sidney Burleson Chair for Professorship of Law at the Main University and that a pledged annual gift from The University of Texas Law School Foundation for this purpose be reported in a subsequent docket when received and be accepted to be applied to the professorship thus established.

Adoption of Report. --The foregoing report of the Academic and Developmental Affairs Committee was adopted upon a motion made and duly seconded.

REPORT OF THE BOARD FOR LEASE OF UNIVERSITY LANDS. --Vice-Chairman Johnson reported for the Board for Lease of University Lands as a matter of information that the auction sale of oil and gas leases on University Lands held on June 30, 1959, amounted to \$1,989,500, an average of \$54.39 per acre.

REPORT OF SPECIAL COMMITTEE ON BOARD PROCEDURES. --Committee Chairman Hardie reported that the Special Committee on Board Procedures would be continued for the purpose of receiving the Administration's recommendations. (See Permanent Minutes, Volume VI, Page 1006.)

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COMMITTEE OF THE WHOLE

Below is a report of the actions taken by the Committee of the Whole. The Standing Committees, the Special Committee on Board Procedures, and the Committee of the Whole met on Friday, July 31, and for a short time on Saturday, August 1.

STUDENT FEES (COMPULSORY MATRICULATION FEE AND COMPULSORY STUDENT SERVICES FEE), MAIN UNIVERSITY. --The Committee of the Whole adopted the following recommendations of the Administration with reference to compulsory student fees at the Main University:

It is recommended that an additional compulsory fee of \$9 a semester and \$6 for a summer session be charged all students of the Main University beginning with the fall semester of 1959. The fee for the period September 15-October 15 inclusive will be levied under existing law as a matriculation fee and will amount to two-ninths (2/9) of the semester charge, or \$2 for each student. Under the authority of Senate Bill 6. (56th Legislature, Second Called Session, 1959), which becomes effective October 16, a Student Services Fee for the remainder of the fall semester amounting to seven-ninths (7/9) of the semester charge of \$9, or \$7 for each student, will be levied. The total fee of \$9 is to be collected at the time of registration.

For the spring semester and thereafter until such time as a different fee is approved by the Board, the compulsory Student Services Fee should be \$9 a semester and \$6 for the nine weeks summer session. The funds derived from these fees will be used to finance the Student Health Service and the Intramural Programs. Budgets of estimated income and expenditures will be presented to the Board for approval at the time the Main University budget is considered.

In further compliance with Senate Bill 6, it is recommended that the Board of Regents authorize the Vice-President and Provost of the Main University, or such other administrative officer or committee as he may determine, to waive the compulsory Student Services Fee in the case of any student for whom such fee would be an undue financial hardship. This waiver cannot apply to that part of the fee for the fall semester of 1959 collected as a matriculation fee.

STUDENT FEES: TEXAS WESTERN COLLEGE, MEDICAL BRANCH, DENTAL BRANCH, AND SOUTHWESTERN MEDICAL SCHOOL. --The Committee of the Whole authorized Central Administration to work out with Doctors Gill, Olson, Smiley, and Truslow the fees for their respective units in complete compliance with the statutory requirements (Senate Bill 6, 56th Legislature, Second Called Session, 1959) and in line with the pattern approved by the Main University with such exceptions as may appear to them to be necessary and with the minimum fees to cover the maximum services. (See subsequent Minutes for the fees adopted.)

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POLICY ON PARKING, COMPONENT UNITS. --The Committee of the Whole adopted the following policy on parking as submitted by the Administration and further authorized Central Administration to approve regulations and fees for parking in the component units:

Certain current statutory changes require the reexamination of our existing policies concerning parking on the University campus.

The appropriation bill for the next biennium as it is now drawn in the Free Conference Committee contains the following statement:

It is the intent of this Legislature that no educational and general funds whether from General Revenue Fund or from local sources as appropriated by this Act shall be used for the purpose of constructing, maintaining, or operating parking lots. It is the further intent that such facilities shall be constructed, maintained, and operated from fees charged to those using such facilities.

The Legislature recently passed, and the Governor signed, Senate Bill 6 authorizing the governing boards of the State supported colleges and universities to make necessary administrative regulations regarding parking, and to charge fees to students using campus parking facilities.

In light of these developments and in view of the desirability of dedicating all possible resources to the basic objectives and functions of the University, it is recommended that the Board of Regents adopt the following statements of principle to establish clearly definite policies upon which administrative regulations and actions can be predicated:

1. So long as suitable campus space is not needed for buildings or other essential purposes, it will be used to provide on-the-ground parking spaces for (1) faculty and staff and (2) in second priority, students, subject to the following limitations:

- (a) the cost of maintaining and controlling all campus parking spaces must be borne by those made eligible to use such space;
- (b) there will be no additional parking areas constructed for student use;
- (c) The University will not itself engage in the construction of parking garages but will cooperate as fully as possible with private business or independent cooperatives in any reasonable efforts to provide such facilities.

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2. The University does not assume any continuing obligation to provide parking facilities for employees or students. It is inevitable that campus parking will become increasingly scarce. However, every reasonable effort will be made to accommodate members of the faculty and staff on such space as is available.

3. Two types of parking facilities will be provided, within the limitations already stated, for faculty and staff. One type will be parking lots in which permit holders will be assured space. Fees for use of these lots will be such that they will amortize construction costs, and defray maintenance and control expenditures. A second type will be reserved street and drive parking, with no guarantee of space to permit holders. Fees for this type of parking will be held at the minimum necessary to care for maintenance and control.

4. Space for faculty and staff parking will have priority over space for student parking. No new parking lots or areas for student use will be constructed in the foreseeable future. So long as existent lots and other areas are available for student parking, they will be so used with permit holders charged the minimum fee necessary to maintain and control the areas.

5. The administration is authorized to promulgate and to enforce reasonable regulations, complying with these basic policies, for the control and regulation of parking and traffic on University property.

ASSIGNMENT AND AGREEMENT RE PATENT RIGHTS WITH LUDWIK ANIGSTEIN, ET AL, MEDICAL BRANCH. --On April 10, 1954, the Board of Regents approved an assignment of patent rights from Doctor Ludwik Anigstein, et al, to Developments, Inc., of Houston, Texas, covering certain discoveries of an antibiotic preparation called "Sanguinin" and under which the University is to acquire a thirty-five percent (35%) interest therein.

The parties desire now to set forth formally the interest of each to be included in a new instrument providing that the assignment rights, among other things, include an invention in an antibiotic and method of preparation and an invention in a wound-healing agent obtained from blood and method of preparation.

The Committee of the Whole adopted the Administration's recommendation that the Board approve this assignment and agreement with authority to the Chairman to execute the instrument, which has already been approved by Attorney Waldrep, and with the understanding that Doctor Don W. Micks will sign it immediately upon his return from Geneva.

RATIFICATION OF RETIREMENT PROGRAM, PHYSICIANS REFERRAL SERVICE, M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE. --Upon recommendation of the Administration, the Board of Regents (1) ratified the action of the Executive Council of the Physicians Referral Service in negotiating the Trusteed Plan of Retirement for the members of the Physicians Referral Service of M. D. Anderson Hospital and Tumor Institute and (2) approved the Administration's recommendation that the Executive Council of the Physicians Referral Service and the Director of the M. D. Anderson Hospital and Tumor Institute be authorized to undertake additional actions as are necessary to make this retirement program effective. (A pension plan or retirement plan was authorized by the Director's Regulations that were adopted by the Board in 1957.)

The Official Copy of each of the following instruments relating to the Retirement Program of the Physicians Referral Service of M. D. Anderson Hospital and Tumor Institute is in the Secretary's Files, Volume VI, Pages 261 :

EMPLOYEES RETIREMENT PLAN OF THE ANDERSON HOSPITAL

1. The Plan, April 9, 1959, Geo. B. Buck, Consulting Actuary, New York, New York P. 266
2. Trust Agreement, June 6, 1958, Geo. B. Buck, Consulting Actuary, New York, New York P. 282
3. Declaration of Trust, Commingled Pension Trust Fund (Common Stocks), Guaranty Trust Company of New York P. 261
4. Declaration of Trust, Commingled Pension Trust Fund (Excluding Common Stocks), Guaranty Trust Company of New York P. 298

RATIFICATION OF 1958-59 BUDGET, PHYSICIANS REFERRAL SERVICE, M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE. -- At the Regents' meeting on March 14, a report of the expenditures of the Physicians Referral Service of the M. D. Anderson Hospital and Tumor Institute for 1957-58 was ratified and inserted as a part of the record in accordance with the Director's Regulations. In like manner, the Board ratified the 1958-59 Physicians Referral Service Budget and a copy of this Budget is in the Secretary's Files, Volume VI, Pages 398 .

CENTRAL ADMINISTRATION

APPROVAL OF DOCKET (INCLUDING TRAVEL SUPPLEMENT FOR MAIN UNIVERSITY). --On July 22, 1959, each Regent was mailed a Docket for Central Administration to which President Wilson had attached and incorporated a Docket from each of the component units of The University of Texas. At the meeting, a Travel Supplement for Main University was distributed in the Supplementary Material Supporting the Agenda.

Upon motion of Vice-Chairman Johnson, seconded by Mr. McNeese, the Docket including the Travel Supplement for Main University was

approved. This Docket together with the Travel Supplement for Main University is labeled Attachment No. 2 and is attached following Page L-12.

SMALL CLASS REPORTS: MAIN UNIVERSITY, FIRST SIX WEEKS AND NINE WEEKS OF 1959 SUMMER SESSION AND TEXAS WESTERN COLLEGE, FIRST TERM, 1959 SUMMER SESSION (HOUSE BILL NO. 133, 55TH LEGISLATURE, R. S., ARTICLE V, SECTION 6). -- The Small Class Reports for the First Six Weeks and Nine Weeks of the 1959 Summer Session of the Main University and for the first term of the 1959 Summer Session of Texas Western College were furnished to each Regent in the Material Supporting the Agenda. These reports had been prepared in accordance with House Bill No. 133, 55th Legislature, R. S., Article V, Section 6 of the Special Provisions.

Main University. --Classes in the report for Main University were listed in the following categories:

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

TABULATION OF BIDS #

BUSINESS ADMINISTRATION-ECONOMICS BUILDING - Main University,
Austin, Texas

Bids Opened: July 30, 1959
Austin, Texas

General Construction Bidders *	Bid No. 1 Gen. Contract	Alt. Bid No. G-1	Alt. Bid No. G-2	Alt. Bid No. G-3	Alt. Bid No. G-4
1. C. D. Yarbrough Construction Company Austin, Texas	\$2,279,916	\$77,891	\$-47,000	N. C.	\$71,000
2. J. M. Odom Construction Company Austin, Texas	2,324,000	72,500	-42,000	-1,000	500
3. Wohlfeld Construction Company Dallas, Texas	2,632,388	97,698	-24,366	-1,064	218
4. J. J. Fritch General Contractor, Inc. Dallas, Texas	2,490,000	85,000	-40,000	400	500
5. Rex D. Kitchens Construction Company Austin, Texas	2,477,774	107,873	-49,450	500	2,500
6. H. A. Lott, Inc. Houston, Texas	2,317,400	76,000	-52,500	-1,600	400
7. B. L. McGee Construction Company Austin, Texas	2,457,000	73,000	-48,000	N. C.	N. C.
8. Farnsworth & Chambers Company, Inc. Houston, Texas	2,561,000	115,000	-47,000	-1,500	N. C.
9. Fisher Construction Company Houston, Texas	2,408,000	90,000	-40,000	-1,700	200

* All Contractors presented a 5% bid bond.

Each Contractor had an addenda to the bid.

Only one bid bond submitted to cover all bids on each building.

Business Administration-Economics Building (Continued)

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Mechanical Bidders **	Bid No. 2 - Htg. AC & Vent.	Alt. Bid No. H, AC & V-1	Bid No. 3 Plumbing	Alt. Bid No. P-1	Bid No. 4 Comb. Nos. 2 & 3
Way Engineering Company, Inc. * Austin, Texas	\$392,517	\$19,832	\$130,400	\$10,589	\$518,517
Young & Pratt * Austin, Texas	389,419	120,118	-	11,250	521,819
A. J. Monier & Company, Inc. * San Antonio, Texas	-	22,858	-	7,140	539,406
Beals Plumbing & Heating Inc. * Fort Worth, Texas	-	18,000	-	5,600	558,570
Porter Plumbing & Heating Company * Austin, Texas	426,260	21,136	108,460	5,289	531,349
J. M. Boyer Mechanical Contractor * Austin, Texas	389,829	17,759	-	7,896	497,739
C. G. Puryear * Austin, Texas	-	-	136,320	11,100	-
Fox-Schmidt * Austin, Texas	-	-	127,684	10,177	-
Natkin Company * Austin, Texas	409,400	23,000	-	8,600	517,900
Harrison Plumbing & Heating Company * Fort Worth, Texas	465,900	24,412	134,146	11,400	581,900
Ellington & Schrade Company * Houston, Texas	475,300	15,114	125,200	7,300	568,315
Gregory-Edwards, Inc. # Houston, Texas	463,122	22,244	128,824	9,522	589,954
General Engineering Corporation * Fort Worth, Texas	449,829	22,300	133,309	8,556	562,288

5% Bid Bond

\$25,000 Bid Bond

Each Contractor had an addenda to the bid.

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Business Administration-Economics Building (Continued)

<u>Electrical Bidders*</u>	<u>Bid No. 5 Electrical</u>	<u>Alt. Bid No. E-1</u>	<u>Alt. Bid No. E-2</u>	<u>Alt. Bid No. E-3</u>
O. H. Cummins Electric Company Austin, Texas	\$368,772	\$/13,993	\$/380	\$/1,045
Texarkana Electric Company, Inc. Texarkana, Texas	429,697	\$/12,353	\$/150	\$/1,390
Humphrey Electric Company, Ltd. Fort Worth, Texas	398,536	\$/11,960	\$/240	\$/1,190
Dean Johnston, Inc. Austin, Texas	378,879	\$/14,275	\$/307	\$/1,853
Seco Smith Electric Company Austin, Texas	379,727	\$/12,200	\$/400	\$/ 800
Fox-Schmidt Austin, Texas	404,115	\$/14,206	\$/600	\$/1,749
W. K. Jennings Electric Company, Inc. Austin, Texas	368,968	\$/12,755	\$/358	\$/ 596
Alder Electric Company San Antonio, Texas	428,444	\$/11,913	\$/494	\$/3,600
Paul Wright Electric Company San Antonio, Texas	393,567	\$/12,840	\$/427	\$/ 562

All Contractors presented a 5% Bid Bond.
Each Contractor had an addenda to the bid.

<u>Elevator & Escalator Bidders</u>	<u>Bid No. 6 Elevators</u>	<u>Alt. Bid No. Elev-1</u>	<u>Alt. Bid No. Elev-2</u>	<u>Bid No. 7 Escalators</u>	<u>Alt. Bid No. Esc.-1</u>
Hunter-Hayes Elevator Company * Austin, Texas	\$88,200	\$/1,700	\$/53,600		
The Peelle Company # Chicago, Illinois				\$116,156	\$/116,156
Otis Elevator Company * Dallas, Texas	85,766	\$/1,607	\$/52,602	115,677	\$/115,677
Westinghouse Electric Corporation * Dallas, Texas				128,994	\$/128,994

5% Bid Bond # \$12,500 Bid Bond

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CHEMISTRY BUILDING, ADDITION TO - Main University, Austin, Texas

Bids Opened: July 21, 1959
Austin, Texas

	<u>General Bidders</u>	<u>Bid A</u>	<u>Alt. A-1 Add</u>	<u>Alt. A-2 Deduct</u>	<u>Alt. A-3 Add</u>	<u>Bidder's Bond</u>
1.	Butcher & Sweeney Construction Company Fort Worth, Texas	\$517,800	\$2,600	\$6,100	\$15,300	5%
2.	Eitze-Kitchens Construction Company Austin, Texas	445,000	950	5,500	5,200	5%
3.	J. C. Evans Construction Company, Inc. Austin, Texas	507,539	1,600	5,100	5,600	5%
4.	Archie C. Fitzgerald Austin, Texas	449,700	700	6,800	6,000	5%
5.	B. L. McGee Construction Company Austin, Texas	483,000	800	6,655	2,200	5%
6.	J. M. Odom, Inc. Austin, Texas	457,800	750	5,700	10,000	5%
7.	J. C. Peterson Company Austin, Texas	489,000	1,850	4,000	2,500	5%
8.	Jas. T. Taylor & Son, Inc. Fort Worth, Texas	518,993	458	6,606	12,597	5%
9.	C. D. Yarbrough Construction Company Austin, Texas	439,777	1,000	5,500	5,800	5%
10.	Farnsworth & Chambers Company, Inc. Houston, Texas	551,000	800	4,900	7,400	5%
	<u>Elevator Bidders</u>		<u>Bid B</u>		<u>Bidder's Bond</u>	
1.	Hunter-Hayes Elevator Company Austin, Texas		\$25,915		5%	
2.	Otis Elevator Company Dallas, Texas		25,936		5%	
3.	B. F. Johnson Elevator Company Waco, Texas		23,900		\$1,200	

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Bidding to Chemistry Building (Continued)

<u>Plumbing and Heating Bidders</u>	<u>Bid P</u>	<u>Alt. P-1 Add</u>	<u>Alt. P-2 Deduct</u>	<u>Alt. P-3 Deduct</u>	<u>Bidder's Bond</u>
Fox-Schmidt Austin, Texas	\$131,700	\$15,835	\$3,911	\$16,859	5%
J. M. Boyer, Mechanical Contractor Austin, Texas	-	-	-	-	5% *
Natkin Company Austin, Texas	-	-	-	-	5% *
A. J. Monier & Company, Inc. San Antonio, Texas	-	-	-	-	5% *
C. G. Puryear Austin, Texas	136,600	16,800	4,200	16,200	5%
Way Engineering Company, Inc. Austin, Texas	-	-	-	-	5% *
Young & Pratt Austin, Texas	-	-	-	-	5% *
General Engineering Corporation Fort Worth, Texas	-	-	-	-	5% *
Drew Woods, Mechanical Contractor Carthage, Texas	-	-	-	-	5% *
Ellington & Schrade Company Houston, Texas	136,600	12,000	3,600	8,000	5%
<u>Plumbing and Heating Bidders</u>	<u>Alt. P-4 Deduct</u>	<u>Alt. P-5 Add</u>	<u>Bid H-AC</u>	<u>Alt. HAC-1 Add</u>	
Fox-Schmidt	\$19,714	\$3,914			
J. M. Boyer	-	-	\$213,639	\$12,029	
Natkin Company	-	-	-	-	
A. J. Monier & Co.	-	-	-	-	
C. G. Puryear	19,500	4,100	-	-	
Way Engineering Co.	-	-	197,728	13,161	
Young and Pratt	-	-	216,800	13,114	
General Engineering Corporation	-	-	238,000	11,844	
Drew Woods	-	-	-	-	
Ellington & Schrade Co.	No Change	3,300	254,600	12,800	

Bids set out below and on following pages.

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Addition to Chemistry Building (Continued)

<u>Plumbing and Heating Bidders</u>	<u>Alt. HAC-2 Deduct</u>	<u>Bid PH-AC</u>	<u>Alt. PHAC-1 Add</u>	<u>Alt. PHAC-2 Deduct</u>	
Fox-Schmidt					
J. M. Boyer	\$7,824	\$343,819	\$26,263	\$11,614	
Natkin Company	-	384,600	43,200	14,000	
A. J. Monier & Co.	-	352,000	21,000	11,000	
C. G. Puryear					
Way Engineering Co.	7,500	368,185	28,261	10,000	
Young & Pratt	4,716	348,970	29,514	8,716	
General Engineering Corporation	8,276	-	-	-	
Drew Woods	-	353,300	29,000	12,900	
Ellington & Schrade Co.	7,800	341,500	24,800	11,400	
Edd Hill & Son, Mechan- ical Contractor *	-	336,000	20,000	9,902	
Kilgore, Texas					
5% Bid Bond					
<u>Plumbing and Heating Bidders</u>	<u>Alt. PHAC-3 Deduct</u>	<u>Alt. PHAC-4 Deduct</u>	<u>Alt. PHAC-5 Add</u>		
Fox-Schmidt					
J. M. Boyer	\$16,385	\$15,561	\$3,649		
Natkin Company	31,500	16,000	3,500		
A. J. Monier & Co.	1,500	13,000	2,800		
C. G. Puryear					
Way Engineering Co.	4,800	12,300	5,400		
Young & Pratt	16,000	19,200	4,100		
General Engineering Corporation					
Drew Woods	5,600	1,500	1,700		
Ellington & Schrade Co.	8,000	No Change	3,300		
Edd Hill & Son	7,195	1,200	2,500		
<u>Electrical Bidders</u>	<u>Bid E</u>	<u>Alt. E-1 Add</u>	<u>Alt. E-2 Deduct</u>	<u>Alt. E-5 Add</u>	<u>Bidder's Bond</u>
O. H. Cummins Elec- tric Company Austin, Texas	\$103,764	\$1,358	\$ 756	\$ 8,939	5%
Fox-Schmidt Austin, Texas	113,612	2,905	867	14,100	5%
Grimes Electric Com- pany of Austin, Inc. Austin, Texas	89,495	1,440	795	8,500	5%
Humphrey Electric Company, Ltd. Fort Worth, Texas	109,398	1,671	905	8,990	5%

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Addition to Chemistry Building (Continued)

<u>Electrical Bidders</u>	<u>Bid E</u>	<u>Alt. E-1 Add</u>	<u>Alt. E-2 Deduct</u>	<u>Alt. E-5 Add</u>	<u>Bidder's Bond</u>
W. K. Jennings Electric, Inc. Austin, Texas	\$107,000	\$1,838	\$1,243	\$10,834	5%
Dean Johnston, Inc. Austin, Texas	92,063	1,638	1,023	9,834	5%
Phillips Electric Company Midland, Texas	99,500	160	314	14,735	5%
Seco Smith Electric Company Austin, Texas	93,227	550	700	8,450	5%
Walter A. Tew Electric Company Austin, Texas	106,275	2,182	550	8,900	5%
Wortham Electric Company Fort Worth, Texas	134,750	1,540	740	9,900	5%
<u>Laboratory Equip. Bidders</u>	<u>Bid AL</u>	<u>Bid BL</u>	<u>Alt. L-1 Add</u>	<u>Alt. L-2 Deduct</u>	<u>Alt. L-3 Deduct</u>
Metalab Equipment Company Hicksville, L. I. New York	\$ 87,500	\$147,600	\$5,184	\$385	\$ 475
Laboratory Furniture Company, Inc. Mineola, New York	107,234	179,817	4,927	954	587
W. C. Hixson Company Dallas, Texas	132,824	235,402	6,254	650	980
E. H. Sheldon Equipment Company Muskegon, Michigan	122,858.25	208,556.77	6,196	574.65	842.30
American Desk Manufacturing Company Temple, Texas	126,434	198,455.40	2,873.50	402.30	1,522.95
<u>Laboratory Equip. Bidders</u>	<u>Alt. L-4 Deduct</u>	<u>Bidder's Bond</u>			
Metalab Equipment Co.	\$ 750	\$10,000			
Laboratory Furniture Co., Inc.	1,091	15,000			
W. C. Hixson Co.	1,005	5%			
E. H. Sheldon	921	14,000			
American Desk Mfg. Co.	2,701.10	17,000			

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PHYSICS BUILDING ADDITION, Furniture and Equipment - Main University,
Austin, Texas

Bids Opened: July 14, 1959 - 10:30 A. M.
Austin, Texas

<u>Bidders</u>	<u>Base Bid</u>	<u>Bond or Check</u>	<u>Remarks</u>
The Abel Stationers Austin, Texas	\$20,324.64	5% Bid Bond	Deduct \$725.15 if Sykes chairs in lieu of Gun- locke Deduct \$319.92 if Alma 1700, in lieu of Alma 1800
John H. Yochem Com- pany Corpus Christi, Texas	20,089.15	Bid Bond Not Signed by Principal	Not A Valid Bid

ATTACHMENT NO. 1

PERMANENT UNIVERSITY FUND--INVESTMENT MATTERS.-- : 8-01-59 1368

REPORT OF PURCHASES AND SALES OF SECURITIES.--The following purchases and sales of securities have been made for the Permanent University Fund since the report of June 13, 1959. That the Board ratify and approve these transactions:

PURCHASE OF SECURITIES

CORPORATE BONDS

<u>Security</u>	<u>Par Value of Bonds Purchased</u>	<u>Market Price at Which Purchased</u>	<u>Total Principal Cost*</u>	<u>Indicated Current Yield on Cost**</u>
Florida Power & Light Co. 5% 1st Mtge. Bonds, dated 6/1/59, due 6/1/89	\$ 250,000	100.777 Net	\$251,942.50	4.95 %
Northern Illinois Gas Co. 5% 1st Mtge. Bonds, dated 6/1/59, due 6/1/84	250,000	100.712 Net	251,780.00	4.95
Philip Morris, Inc. 4-7/8% S. F. Debentures, dated 6/1/59, due 6/1/79	<u>500,000</u>	99.00 Net	<u>495,000.00</u>	<u>4.954</u>
Total Corporate Bonds Purchased	<u>1,000,000</u>		<u>998,722.50</u>	<u>4.95</u>

COMMON STOCKS

	<u>No. of Shares Purchased</u>			
Consolidated Natural Gas Company Capital Stock	<u>560</u>	47 plus 10 rights	\$ 26,320.00	4.47%
Virginia Electric & Power Company Common Stock	425	33 plus 20 rights	14,025.00	3.33
American Home Products Corporation Capital Stock	300	174-3/4(200) 174 (100)	52,519.36	2.34
Oklahoma Gas & Electric Company Common Stock	1,600	30 (1,400) 29-7/8(200)	48,518.88	3.30
Philadelphia Electric Company Common Stock	363	45.50 plus 20 rights	16,516.50	4.92
Cleveland Electric Illuminating Company Common Stock	900	47-3/4(500) 47-5/8(300) 47-1/8(100)	43,260.39	3.74
Florida Power & Light Company Common Stock	1,200	44 (1,100) 43-7/8(100)	53,279.44	1.98
The Procter & Gamble Company Common Stock	600	78	47,080.80	2.80
Eastman Kodak Company Common Stock	600	83-3/4	50,534.28	1.76
Sears, Roebuck & Company Common Stock	1,100	46-3/8	51,476.59	2.56
E. I. du Pont de Nemours & Company Common Stock	200	249-3/4	50,077.96	2.40

*Includes brokerage commissions paid.

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

COMMON STOCKS (Continued)

Security	No. of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield on Cost**
American Electric Power Company Common Stock	1,000	49-5/8	\$ 50,063.10	3.36%
Addressograph-Multigraph Corporation Common Stock	400	110	44,200.00	1.36
Chemical Corn Exchange Bank Capital Stock	400	62-1/4 Net	24,900.00	3.86
The First National Bank of Chicago Common Stock	60	325 Net	19,500.00	2.46
Hartford Fire Insurance Company Capital Stock	100	174-1/2 Net	17,450.00	1.72
The Travelers Insurance Company Capital Stock	200	81-3/8 Net	16,275.00	1.47
Republic National Bank of Dallas Common Capital Stock	500	81 Net	40,500.00	2.37
Central & South West Corporation Common Stock	800	61-1/2(300) 61 (100) 62 (300) 63 (100)	49,811.45	2.89
Virginia Electric & Power Company Common Stock	1,000	33-3/4	34,108.80	3.23
Ex-Cell-O Corporation Common Stock	1,100	43-3/4(100) 43-5/8(100) 43-1/2(200) 43-1/4(500) 43 (100) 42-7/8(100)	48,097.28	3.43
Gulf Oil Corporation Capital Stock	500	110-1/2(400) 110 (100)	55,450.20	2.25
Minnesota Mining & Manufacturing Company Common Stock	300	148-1/4(100) 147-3/4(100) 147-1/2(100)	44,511.36	0.94
American Telephone & Telegraph Company Capital Stock	700	79-1/2	55,978.65	4.13
Pacific Lighting Corporation Common Stock	1,000	49-3/8	49,811.90	4.82
General Foods Corporation Common Stock	600	89-1/2(100) 89 (100) 88-3/4(200) 89-3/8(200)	53,762.49	2.90
General Motors Corporation Common Stock	1,000	51 (300) 50-3/4(200) 52-1/8(200) 55-1/4(300)	52,892.47	3.78
Corn Products Company Common Stock	900	55-1/8	50,013.09	3.60

* Brokerage commissions paid.
** at present indicated dividend rate.

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COMMON STOCKS (Continued)

Security	No. of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield on Cost**
General Electric Company Common Stock	700	80-1/4	\$ 56,504.21	2.48%
American Cyanamid Company Common Stock	800	62-1/4	50,161.84	2.55
Merck & Company, Inc., Common Stock	700	88-5/8(500) 88-1/2(100) 88-1/4(100)	62,322.48	1.80
Gulf States Utilities Company Common Stock	1,600	31-1/8(900) 31 (700)	50,265.04	2.87
Norfolk & Western Railroad Company Common Stock	500	104	52,247.00	3.83
United States Gypsum Company Common Stock	500	107-1/4(100) 109-1/4(100) 108-1/4(100) 106-3/4(100) 107-1/2(100)	54,148.92	2.63
Continental Can Co., Inc., Common Stock	1,200	47-3/4	57,814.56	3.74
Kennecott Copper Corporation Capital Stock	500	105 (200) 104-1/2(300)	52,597.35	5.70
Security First Natl. Bank (Los Angeles, Calif.) Common Stock	300	61-1/4 Net	18,375.00	2.61
Continental Illinois Natl. Bank & Trust Co. of Chicago Common Capital Stock	200	129-1/2 Net	25,900.00	3.09
Total Common Stock Purchased	<u>25,408</u>		<u>1,641,271.39</u>	<u>2.98</u>
Total Corporate Securities Purchased			<u>\$2,639,993.89</u>	<u>3.73%</u>

* Includes brokerage commissions paid.
** at present indicated dividend rate.

SALE OF SECURITIES

Security Sold	Net Proceeds
5 rights to subscribe for Philadelphia Electric Company Common Stock, sold at 0.094 (remainder of rights exercised; see purchase of 6/8/59)	\$0.47

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. 1386, PHILLIPS PETROLEUM COMPANY, ANDREWS COUNTY, TEXAS.--This application for a pipe line easement to Phillips Petroleum Company covers 330.8 rods of 3½-inch line at \$0.25 per rod, 363.4 rods of 6-5/8 - inch line at \$0.75 per rod, and 339.7 rods of 16-inch line at \$1.50 per rod for the 10-year period beginning July 1, 1959 and ending June 30, 1969, located in Sections 28, 31, 32 and 33, Block 10, and Section 36, Block 11, University Lands, Andrews County. Consideration of \$864.80 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1387, EL PASO NATURAL GAS COMPANY, CROCKETT COUNTY, TEXAS.--This application for a pipe line easement to El Paso Natural Gas Company covers 303.545 rods of 4½-inch line at \$0.50 per rod for the 10-year period beginning July 1, 1959 and ending June 30, 1969, located in Sections 1 and 12, Block 29, University Lands, Crockett County. Consideration of \$151.77 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1388, EL PASO NATURAL GAS COMPANY, CROCKETT COUNTY, TEXAS.--This application for a pipe line easement to El Paso Natural Gas Company covers 1,403.606 rods of 4½-inch line at \$0.50 per rod for the 10-year period beginning July 1, 1959 and ending June 30, 1969, located in Sections 1, 2, 3, 4 and 5, Block 29, University Lands, Crockett County. Consideration of \$701.80 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1389, EL PASO NATURAL GAS COMPANY, TERRELL COUNTY, TEXAS.--This application for a pipe line easement to El Paso Natural Gas Company covers 3,106.236 rods of 20-inch line at \$1.50 per rod for the 10-year period beginning August 1, 1959 and ending July 31, 1969, located in Sections 3, 4, 10, 11, 13, 14 and 24, Block 34, and Sections 13, 14, 17, 18 and 19, Block 37, University Lands, Terrell County. Consideration of \$4,659.35 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1390, EL PASO NATURAL GAS COMPANY, ANDREWS COUNTY, TEXAS.--This application for a pipe line easement to El Paso Natural Gas Company covers four 4½-inch lines, totaling 21.824 rods at \$0.50 per rod, for the 10-year period beginning August 1, 1959 and ending July 31, 1969, located in Sections 30 and 31, Block 9, and Section 6, Block 1, University Lands, Andrews County. Minimum consideration of \$50.00 for the 10-year period has been received.

BUSINESS SITE EASEMENT NO. 1391, CONCHO CONCRETE COMPANY, REAGAN COUNTY, TEXAS.--This application for a business site easement to Concho Concrete Company covers a tract 200' by 200' in Section 7, Block 11, University Lands, Reagan County, for a period of one year beginning June 1, 1959 and ending May 31, 1960, with option to renew from year to year for a period of 10 years from June 1, 1959, upon payment in advance of annual rental of \$150.00. This site to be used for storage of cement was formerly under Business Site Easement No. 1100 to Mr. Sam Douglas, who has allowed that easement to expire under its own terms. Consideration of \$150.00 for the first year's rental has been received.

PIPE LINE EASEMENT NO. 1392, PHILLIPS PETROLEUM COMPANY, ANDREWS AND ECTOR COUNTIES, TEXAS.--This application for a pipe line easement to Phillips Petroleum Company covers 369.5 rods of 3½-inch line at \$0.25 per rod and 2.9 rods of 4½-inch line at \$0.50 per rod for the 10-year period beginning August 1, 1959 and ending July 31, 1969, located in Sections 10 and 42, Block 4, University Lands, Andrews County, and Section 2, Block 35, University Lands, Ector County. Consideration of \$93.83 for the 10-year period has been received.

BUSINESS SITE EASEMENT NO. 1088, STOUT AND GOODWIN, REAGAN COUNTY, TEXAS - PART PAYMENT OF RENTAL.--At the May 30, 1958 meeting of the Board of Regents, approval was given of a business site easement to Stout and Goodwin in Section 7, Block 11, University Lands, Reagan County, Texas, for use as a drive-in theater for a period of one year beginning May 1, 1958 and ending April 30, 1959, with the option to extend and renew the lease from year to year, not to exceed a total period of 10 years from May 1, 1958, upon payment in advance of annual rental of \$1,000.

The rental for the second year was due on May 1, 1959. The University Land Agent advises the lessees wish to keep the easement in effect but the volume of business in recent months has made it impossible for them to pay the full amount in advance, and it is unlikely the property could be rented to anyone else for the same or more money at this time. They have, however, proposed payment of \$200 monthly, plus interest, until the full \$1,000 plus interest is paid. To date we have received \$400 plus interest and it is recommended that the Board of Regents ratify this arrangement.

HIGHWAY RIGHT OF WAY EASEMENT NO. 1393, TEXAS HIGHWAY DEPARTMENT, WARD COUNTY, TEXAS.--This application covers a parcel of 5.04 acres in Section 19, Block 16, University Lands, Ward County, for use as right of way of Spur No. 65 connecting U. S. Highway No. 80 and Interstate Highway No. 20 between Pyote and Wickett, Texas. This is not an Interstate project, and no consideration is involved.

PLANT SITE EASEMENT NO. 1394, SINCLAIR OIL & GAS COMPANY, THE ATLANTIC REFINING COMPANY AND SHELL OIL COMPANY, CROCKETT COUNTY, TEXAS (RENEWAL OF PART OF EASEMENT NO. 1192).--At the December 12, 1958 meeting of the Board of Regents, Gas Plant and Camp Site Easement No. 1192 was approved to Sinclair Oil and Gas Company, The Atlantic Refining Company, and Shell Oil Company for a period of one year beginning September 1, 1958 and ending August 31, 1959 covering a 78.354 acre tract for a gas plant site and a 20 acre tract for the camp site, located in Section 30, Block 46, University Lands, Crockett County, Texas. The one year period was allowed inasmuch as the gas plant and oil field camp were to be dismantled. The lessees have applied for a one year easement for the plant site only on 29.95 acres, which is enclosed by a fence, and advise they still wish to close the plant and will do so as soon as clearance from the Federal Power Commission can be obtained. Under these circumstances, it is recommended the easement be granted for a one year period September 1, 1959 through August 31, 1960 at the previous annual rate of \$10 per acre, a total consideration of \$299.50.

MICROWAVE STATION EASEMENT NO. 1104, EL PASO NATURAL GAS PRODUCTS COMPANY, HUDSPETH COUNTY, TEXAS - CONSENT FOR USE OF PORTION OF TRACT BY UNITED STATES GOVERNMENT.--At the September, 1958 meeting of the Board of Regents Microwave Station Easement No. 1104 was granted to the El Paso Natural Gas Products Company for a tract in Hudspeth County of 1.435 acres in the NW/4 of the SE/4 of Section 44, Block G, University Lands for a period of 10 years beginning July 1, 1958 and ending June 30, 1968 at the rate of \$100 per year, payable annually in advance. Under the terms of this easement, Article 8, the lessee shall not assign or sublet the whole or any part of the premises without the written consent of the lessor.

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El Paso Natural Gas Products Company is now asking that the University give consent to their subletting a portion of the tract of land for the installation, maintenance and operation of a two-way radio communication system, including the installation of an antenna or antennae upon El Paso's microwave relay tower to the United States Government with the terms of the agreement to be co-extensive with Easement No. 1104. The Agreement, executed by both parties, has been forwarded to us, to which is attached the form for the written consent of the Board of Regents. It is recommended that the Chairman of the Board of Regents be authorized to sign the Consent after approval as to form by the University Attorney and as to content by the Endowment Officer.

BUSINESS SITE EASEMENT NO. 1186 AND GRAZING LEASE NO. 757 TO THREE KERS COMPANY, LIMITED, WARD COUNTY, TEXAS - CONSENT FOR USE OF PORTION OF TRACT BY UNITED STATES GOVERNMENT.--Mr. David Ker, lessee under the warehouse lease and under grazing lease, and the United States Government propose to enter into an agreement under which Government and/or armed services planes will be allowed to use the runways, covered by the grazing lease, and the parking apron, covered by the warehouse lease, at the former Pyote Airforce Base without charge and with both Mr. Ker and the University to be held harmless for any accidents. It is recommended that the Board of Regents give its consent to this agreement and authorize the Chairman to sign an instrument as evidence of the consent when approved as to form by the Land and Trust Attorney and as to content by the Endowment Officer.

CALICHE PERMIT NO. 147, FRANK MONTGOMERY, ANDREWS COUNTY, TEXAS.-- This application for a caliche permit to Frank Montgomery provides for the removal of 978 cubic yards of caliche from Block 11, University Lands, Andrews County, at the rate of \$0.25 per cubic yard. The full consideration of \$244.50 has been received.

CALICHE PERMIT NO. 148, FRANK MONTGOMERY, ANDREWS COUNTY, TEXAS.-- This application for a caliche permit to Frank Montgomery provides for the removal of 2,070 cubic yards of caliche from Block 11, University Lands, Andrews County, at the rate of \$0.25 per cubic yard. The full consideration of \$517.50 has been received.

CALICHE PERMIT NO. 149, HUGH McMILLAN, INC., HUDSPETH COUNTY, TEXAS.--This application for a caliche permit to Hugh McMillan, Inc., provides for the removal of 1,600 cubic yards of caliche from Section 23, Block D, University Lands, Hudspeth County, at the rate of \$0.25 per cubic yard. The full consideration of \$400.00 has been received.

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TRUST AND SPECIAL FUNDS -- INVESTMENT MATTERS.--

REPORT OF PURCHASES AND SALES OF SECURITIES.--The following purchases and sales of securities have been made for the Trust and Special Funds since the report of June 12, 1959. We ask that the Board ratify and approve these transactions:

PURCHASES

<u>Date</u>	<u>Security</u>	<u>Principal Cost</u>
6/5/59	100 Shares Gulf States Utilities Company Common Stock, purchased at 58-3/4 (Will C. Hogg Memorial Scholarships Fund)	\$ 5,919.88
6/18/59	\$50,000 par value National Steel Corporation First Mortgage Bonds, 4-5/8% Series due 1989, due June 1, 1989, purchased at 98-5/8 to yield 4.71% to maturity (Hogg Foundation: W. C. Hogg Estate Fund)	49,312.50
6/22/59	2 Shares American Telephone & Telegraph Company Capital Stock, purchased at 78-1/4 (Henry Beckman Scholarship in Mathematics for University of Texas First-Year Students)	162.50
6/23/59	600 Shares Central & South West Corporation Common Stock, purchased at 62	37,471.20
	90 Shares International Business Machines Corporation Capital Stock, purchased at 435-3/4	39,292.50
	500 Shares Texas Utilities Company Common Stock, purchased at 69-5/8 (Hogg Foundation: W. C. Hogg Estate Fund)	35,042.30
6/24/59	\$48,000 par value Northern Illinois Gas Company First Mortgage Bonds, 5% Series due June 1, 1984, purchased at 100.712 Net to yield 4.95% to maturity (Funds Grouped for Investment)	48,341.76
6/25/59	\$50,000 par value Philip Morris, Incorporated 4-7/8% Sinking Fund Debentures, due June 1, 1979, purchased at 99 Net to yield 4.954% to maturity (Hogg Foundation: W. C. Hogg Estate Fund)	49,500.00
7/6/59	\$25,000 par value Consolidated Edison Company of New York, Inc., 5-1/8% First & Refunding Mortgage Bonds, due June 1, 1989, purchased at 104 Net to yield 4.87% to maturity	26,000.00
	\$25,000 par value Public Service Electric & Gas Company 5-1/8% First & Refunding Mortgage Bonds, due June 1, 1989, purchased at 103-7/8 Net to yield 4.88% to maturity	25,968.75
	\$25,000 par value National Steel Company 4-5/8% First Mortgage Bonds, due June 1, 1989, purchased at 99-1/4 Net to yield 4.67% to maturity	24,812.50
	\$25,000 par value Philip Morris, Incorporated 4-7/8% Sinking Fund Debentures, due June 1, 1979, purchased at 99-7/8 Net to yield 4.88% to maturity	24,968.75
	100 Shares American Telephone & Telegraph Company Capital Stock, purchased at 81-5/8	8,209.66
	200 Shares General Electric Company Common Stock, purchased at 80-7/8	16,269.18
	100 Shares General Foods Corporation Common Stock, purchased at 94-3/4	9,523.48
	200 Shares General Motors Corporation Common Stock, purchased at 55-1/8	11,114.02
	200 Shares R. J. Reynolds Tobacco Company Common Stock, 100 shares purchased at 54-1/2, and 100 shares purchased at 54-3/8	10,976.39
	100 Shares Texaco, Inc., Capital Stock, purchased at 81	8,147.10
	100 Shares Texas Utilities Company Common Stock, purchased at 70	7,046.00
	300 Shares Union Pacific Railroad Company Common Capital Stock, purchased at 35	10,609.50
	100 Shares United States Gypsum Company Common Stock, purchased at 108-1/4 (University Cancer Foundation - M. D. Anderson Hospital and Tumor Institute)	10,874.83

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PURCHASES (Continued)

	<u>Security</u>	<u>Principal Cost</u>
9	\$25,000 par value Northern Illinois Gas Company First Mortgage Bonds, 5% Series due June 1, 1984, purchased at 100-3/4 plus commission, to yield 4.93% to maturity	\$25,250.00
59	\$25,000 par value The Union Light, Heat & Power Company First Mortgage Bonds, 5% Series due July 1, 1989, purchased at 101.09 Net to yield 4.93% to maturity (University Cancer Foundation - M. D. Anderson Hospital and Tumor Institute)	25,272.50
59	\$54,000 par value U. S. 1-1/2% Treasury Notes due April 1, 1964, purchased at 87:11 (87.34375) Net to yield 4.49% to maturity (Dormitory Revenue Bonds, Series 1954 - Reserve for Bond & Interest Sinking Fund)	47,165.63
	\$22,000 par value Ditto (The University of Texas (Medical Branch) Dormitory Revenue Bonds, Series 1955 - Reserve for Bond & Interest Sinking Fund)	19,215.63
	\$2,000 par value Ditto (Hospital Bonds)	1,746.87

SALES

	<u>Security</u>	<u>Net Proceeds</u>
59	100 Shares International Harvester Company Common Stock, sold at 50	\$ 4,949.90
	200 Shares The Timken Roller Bearing Company Capital Stock, sold at 55-1/4	10,948.31
	500 Shares F. W. Woolworth Company Capital Stock, sold at 55 (Hogg Foundation: W. C. Hogg Estate Fund)	27,245.95
	300 Shares International Harvester Company Common Stock, sold at 50	14,849.70
	400 Shares The Timken Roller Bearing Company Capital Stock, sold at 55-1/4	21,896.59
	200 Shares F. W. Woolworth Company Capital Stock, sold at 55 (Hogg Foundation: Varner Properties)	10,898.38
	100 Shares International Harvester Company Common Stock, sold at 50 (E. D. Farmer International Scholarship Fund)	4,949.90
	100 Shares The Timken Roller Bearing Company Capital Stock, sold at 55-1/4 (The James W. McLaughlin Fellowship Fund - Reserve for Depletion)	5,474.16
	100 Shares F. W. Woolworth Company Capital Stock, sold at 55 (William Heuermann Fund for Cancer Research)	5,449.19

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

THOMAS FREDERIC BUSH SCHOLARSHIP FUND - AMENDMENT TO AGREEMENT AND RECOMMENDATION FOR INVESTMENT OF ADDITIONAL FUNDS IN ENDOWMENT ACCOUNT.--In 1941 Mrs. Mary Adelaide Bush of Fort Worth, executrix of the estate of Thomas F. Bush, and pursuant to his will, executed an agreement with the Board of Regents to establish a scholarship at The University of Texas. In 1948 Mrs. Bush forwarded additional funds and the present endowment is \$6,400 in Funds Grouped for Investment. It is now Mrs. Bush's desire to increase the endowment still further as well as liberalize some of the conditions under which the scholarship is awarded, and she has submitted through her attorney to the Development Board a new agreement. The report of the actual gift will be made in the docket for the Central Administration. However, it is recommended by the Land and Investment Committee to the Board of Regents that the 23 shares of IBM stock being donated by Mrs. Bush be added to the endowment account under Funds Grouped for Investment, that the \$2,606.17 being transferred from the Current Restricted Funds to the Endowment Account be placed in Funds Grouped for Investment on September 1, 1959, and that the Chairman of the Board be authorized to execute the new agreement when approved as to form by the Land and Trust Attorney and as to content by the Endowment Officer.

M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE - REQUEST OF MRS. MARY ADLINE GILLESPIE NIXON, ALPINE, TEXAS.--The University has been notified of the probate of the Will of Mrs. Mary Adline Gillespie Nixon who died in Alpine on April 16, 1959. The Will leaves the residue estate, after small specific bequests, to the "M. D. Anderson Hospital for Cancer Research presently located at 2310 Baldwin Street, Houston, Texas, in fee simple to be used by the Trustees of said Hospital for research in seeking cure of cancer and in connection with the research work of said Hospital, the Trustees to hold in fee simple with right to manage, sell or dispose of any and all properties as they may wish or see proper in cancer research work."

The residue estate consists principally of the home, apparently of modest value, and arrangements for rental or sale are necessary at an early date. The Executor of the Estate, Mr. Don C. Littleton, Manager of West Texas Utilities Company at Alpine, recommends sale of the property, and the University staff concurs.

It is recommended that the Board of Regents accept the bequest for the benefit of M. D. Anderson Hospital and Tumor Institute and authorize the Endowment Officer to notify the Executor of the Board's approval of sale of the home by the Executor.

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

ESTATE OF HAMAH SMITH CALLAWAY - AMENDMENT TO PROPOSED LEASE AGREEMENT WITH JOE LUNDELL FOR PROPERTY AT 1206 GUADALUPE STREET, AUSTIN, TEXAS.-- Approval was given at the June 13, 1959 meeting of the Board of Regents for a lease for one year beginning July 1, 1959 with Mr. Joe Lundell for this property at a rental of \$50 per month with any expenditures necessary to make the lot usable for parking to be made by the tenant. Mr. Lundell has advised the lot was not ready for use on July 1 and since the lease agreement has not yet been executed, it is recommended that the effective date be changed to August 1, 1959, the lease to run for one year from that date, the other conditions to remain the same.

HOGG FOUNDATION: VARNER PROPERTIES - RENEWAL OF LEASE TO CLASSIFIED PARKING SYSTEM ON SENS PROPERTY, CONGRESS AND MILAM, HOUSTON, TEXAS.--A three-year parking lot lease with Classified Parking System on 100 x 100 feet on the northwest corner of Congress and Milam in Houston, known as the Sens Property, expires September 30, 1959. This is the first parking lot lease on the property after the removal of the improvements; and it has carried rental of \$150 per month for the first year, \$175 for the second year and \$200 per month for the third year, plus 40% of any gross receipts above \$6,000 in any lease year. Additional rental paid the first year amounted to \$383.58 and for the second year, \$885.38. Additional rental for the last year should be approximately \$900. Classified is willing to pay for a new three-year lease beginning October 1, 1959, with the same provisions as to cancellation by the University, \$225 per month plus 50% of any gross receipts above \$6,000 in any lease year. It is recommended that the Board of Regents authorize the new three-year lease on these terms, with the instrument to be executed by the Chairman when approved as to form by the Land and Trust Attorney and as to content by the Endowment Officer.

HOGG FOUNDATION: W. C. HOGG FUND - REPORT OF EXCHANGE OF MASSEY PROPERTY ON RUSK AVENUE WITH MR. T. K. DIXON, JR. FOR PROPERTY ON CAPITOL AVENUE AND SALE OF THAT PROPERTY TO HOUSTON FIRST FEDERAL SAVINGS & LOAN ASSOCIATION, HOUSTON, TEXAS.--The exchange of the Hogg Foundation's property on Rusk Avenue in Houston with Mr. T. K. Dixon, Jr. for his property on Capitol Avenue and the sale of the Capitol Avenue property to Houston First Federal Savings & Loan Association, all as authorized by the Board of Regents on January 10, 1959, were closed on June 11, 1959 and full cash consideration in the amount of \$200,000 received for the Capitol Avenue Property. At the request of the attorneys representing Mr. Dixon and the Houston First Federal Savings & Loan Association, it is recommended that the Board of Regents adopt the following two resolutions:

RESOLUTION

WHEREAS, by deed dated July 1, 1939, Mike Hogg, as Independent Executor of the Estate of W. C. Hogg, deceased, et al, granted and conveyed to the Board of Regents of The University of Texas certain properties more specifically described in a certain deed which was executed under the authority granted by the will of W. C. Hogg, deceased, with full power in the Board of Regents of The University of Texas to sell, dispose of, and convey the property, the deed being recorded in Volume 1127, page 463 et seq., of the Deed Records of Harris County, Texas, to which deed reference is made for all purposes; and

WHEREAS, the Board of Regents pursuant to resolution dated January 10, 1959 authorized the exchange of the properties described herein; and

WHEREAS, by deed dated June 10, 1959, the Board of Regents of The University of Texas, as Trustee of the Hogg Foundation--W. C. Hogg Memorial Fund, conveyed to T. K. Dixon, Jr., of Houston, Harris County, Texas, the property described as

Being the east 15 feet of Lot No. 7 and the adjoining west 25 feet of Lot No. 8 in Block 79 in the City of Houston, Harris County, Texas, on the South Side of Buffalo Bayou, being the same property conveyed by O. A. Wright to T. K. Dixon et al, by deed dated April 20, 1920, recorded in Volume 450, page 99 of the Deed Records of Harris County, Texas, together with all improvements thereon;

In exchange for the property belonging to T. K. Dixon, Jr., which is described as follows:

4125 square feet of land, being portions of Lots 7 and 8, Block 79, South Side of Buffalo Bayou, and a part of Capitol Avenue adjoining said portions, City of Houston, Harris County, Texas;

BEGINNING at a point on building line as fixed by City Council, April 15, 1926, on the South Side of Capitol Avenue, said point being located 166.73 feet North 55 degrees 00 minutes West of and 36.72 feet South 35 degrees 00 minutes West of City of Houston Engineering Department reference rod No. 18 at Capitol Avenue and San Jacinto Street;

THENCE South 35 degrees 04 minutes 40 seconds West; at 0.03 feet pass northwest corner of a two-story brick building and the northeast corner of a one-story brick building and continuing along line between two said brick buildings; at 3.28 feet cross theoretical south line of Capitol Avenue; at 90.03 feet pass southeast corner of one-story brick building and in all 103.28 feet to a point on the division line between Lots 8 and 12 of said Block 79, South Side of Buffalo Bayou, said point being located 0.03 feet North 35 degrees 04 minutes 40 seconds East of the southwest corner of the aforementioned two-story brick building;

THENCE North 55 degrees 00 minutes West along a portion of the north line of Lot 12 and portions of the south lines of Lots 7 and 8, Block 79; at 24.33 feet pass southwest corner of said Lot 8 and southeast corner of said Lot 7, and in all 39.87 feet to a point for corner, said point being located 85.26 feet South 55 degrees 00 minutes East of the theoretical east line of Fannin Street and on line by agreement between Varner Company and T. K. Dixon, et ux, dated April 5, 1929, and recorded in Vol. 711, page 404, Harris County Deed Records;

THENCE North 35 degrees 00 minutes East parallel with the theoretical east line of Fannin Street and along said agreed line; at 13.25 feet pass southwest corner of above mentioned one-story brick building and continuing along said building; at 100.00 feet cross theoretical south line of Capitol Avenue, and in all 103.28 feet to point for corner on building line as above mentioned;

THENCE South 55 degrees 00 minutes East along said building line 40.01 feet to the place of beginning.

NOW THEREFORE, BE IT RESOLVED that all of the acts of the Chairman on behalf of the Board of Regents of The University of Texas, as Trustee of the Hogg Foundation--W. C. Hogg Memorial Fund, in the execution of a certain exchange deed dated June 10, 1959, and the conveyance of the above-described property belonging to the Board of Regents to T. K. Dixon, Jr., be and the same are in all things hereby ratified.

8-01-59

RESOLUTION

WHEREAS, by deed dated June 10, 1959, and pursuant to an offer to purchase the hereinafter described property the Board of Regents of The University of Texas, as Trustee of the Hogg Foundation--W. C. Hogg Memorial Fund, in consideration of the sum of Two Hundred Thousand Dollars (\$200,000.00) in cash and pursuant to resolution conveyed to the Houston First Federal Savings & Loan Association of Houston, Harris County, Texas, the following described property:

4125 square feet of land, being portions of Lots 7 and 8, Block 79, South Side of Buffalo Bayou, and a part of Capitol Avenue adjoining said portions, City of Houston, Harris County, Texas;

BEGINNING at a point on building line as fixed by City Council, April 15, 1926, on the South Side of Capitol Avenue, said point being located 166.73 feet North 55 degrees 00 minutes West of and 36.72 feet South 35 degrees 00 minutes West of City of Houston Engineering Department reference rod No. 18 at Capitol Avenue and San Jacinto Street;

THENCE South 35 degrees 04 minutes 40 seconds West; at 0.03 feet pass northwest corner of a two-story brick building and the northeast corner of a one-story brick building and continuing along line between two said brick buildings; at 3.28 feet cross theoretical south line of Capitol Avenue; at 90.03 feet pass southeast corner of one-story brick building and in all 103.28 feet to a point on the division line between Lots 8 and 12 of said Block 79, South Side of Buffalo Bayou, said point being located 0.03 feet North 35 degrees 04 minutes 40 seconds East of the southwest corner of the aforementioned two-story brick building;

THENCE North 55 degrees 00 minutes West along a portion of the north line of Lot 12 and portions of the south lines of Lots 7 and 8, Block 79; at 24.33 feet pass southwest corner of said Lot 8 and southeast corner of said Lot 7, and in all 39.87 feet to a point for corner, said point being located 85.26 feet South 55 degrees 00 minutes East of the theoretical east line of Fannin Street and on line by agreement between Varner Company and T. K. Dixon, et ux, dated April 5, 1929, and recorded in Vol. 711, page 404, Harris County Deed Records;

THENCE North 35 degrees 00 minutes East parallel with the theoretical east line of Fannin Street and along said agreed line; at 13.25 feet pass southwest corner of above mentioned one-story brick building and continuing along said building; at 100.00 feet cross theoretical south line of Capitol Avenue, and in all 103.28 feet to point for corner on building line as above mentioned;

THENCE South 55 degrees 00 minutes East along said building line 40.01 feet to the place of beginning.

NOW THEREFORE, BE IT RESOLVED that all of the acts of the Chairman on behalf of the Board of Regents of The University of Texas, as Trustee of the Hogg Foundation--W. C. Hogg Memorial Fund, in the execution of that certain deed dated June 10, 1959, and the conveyance of the above-described property to Houston First Federal Savings & Loan Association of Houston, Harris County, Texas, be and the same are in all things hereby ratified.