

MAY 31 1968

1. Amend the Regents' Rules and Regulations, Part One, Chapter III, Section 6, by changing Subsection "6.4" to "6.5" and by inserting a new subsection 6.4 to read as follows:

6.4 In the event of decision not to reappoint a faculty member without tenure, notice will be given him not later than March 1 of the first academic year of probationary service if the appointment expires at the end of that year, or not later than December 15 of the second year of probationary service if the appointment expires at the end of that year. After two or more years in the institution, at least twelve months' notice will be given before the expiration of probationary appointment.

MAY 31 1968

2. Amend the Regents' Rules and Regulations, Part One, Chapter III, by deleting Section 31. (15) and substituting in lieu thereof the following:

31. (15) Employment after Retirement. -- Any person receiving service retirement benefits from the Teacher Retirement System of Texas and who is over sixty (60) years of age may be employed in a public school of Texas on as much as a one-third time basis. This would usually limit employment in instruction to no more than one (1) three-semester-hour course during any one semester of the long term, one (1) three-semester-hour course during a six-week term. One-third employment for staff shall in no case exceed fifty-nine (59) clock hours in any calendar month. This employment of a person receiving service retirement shall not affect his right to continue to receive benefits under the Teacher Retirement System of Texas. However, this employment does not entitle the person to receive additional creditable service under the Teacher Retirement System of Texas and the person so employed shall not be required to make further contributions to the Teacher Retirement System of Texas. Application of this provision to individual cases shall be based on institutional benefit or need and will be recommended through appropriate administrative officers to the Chancellor for approval.

JUL 26 1968

REGENTS' RULES AND REGULATIONS, PART ONE: AMENDMENTS TO CHAPTER III WITH RESPECT TO RIDERS IN 1968-69 APPROPRIATIONS BILL AND TO CHAPTER VII WITH RESPECT TO EXTERNAL FOUNDATIONS. -- All necessary rules were suspended and final approval was given to amend the Regents' Rules and Regulations, Part One (1) Chapter III by adding to Section 1, Subsection 1.8 and by adding to Section 16, Subsection 16.7 (Riders in the 1968-69 Appropriations Bill) which read as follows:

- 1.8 Legislative appropriations may not be used to employ a person who took a leave of absence from state employment for the purpose of participating in a political campaign.
- 16.7 For leave of absence to participate in a political campaign see Part One, Chapter III, Sec. 1.8.

and (2) Chapter VII, subsection 2.2: (a) by renumbering subsection 2.2 as subsection 2.18 (b) by changing the last catalogued internal foundation on Page 77 to read "The Lyndon Baines Johnson School of Public Affairs Foundation, Inc. (Chartered) 1968" and by adding in chronological order to the list of internal foundations the following:

FoundationDate Established

tion, at least twelve months before the expiration of probationary appointment.

MAY 31 1968 2. Amend the Regents' Rules and Regulations, Part One, Chapter III, by deleting Section 31. (15) and substituting in lieu thereof the following:

31. (15) Employment after Retirement. -- Any person receiving service retirement benefits from the Teacher Retirement System of Texas and who is over sixty (60) years of age may be employed in a public school of Texas on as much as a one-third time basis. This would usually limit employment in instruction to no more than one (1) three-semester-hour course during any one semester of the long term, one (1) three-semester-hour course during a six-week term. One-third employment for staff shall in no case exceed fifty-nine (59) clock hours in any calendar month. This employment of a person receiving service retirement shall not affect his right to continue to receive benefits under the Teacher Retirement System of Texas. However, this employment does not entitle the person to receive additional creditable service under the Teacher Retirement System of Texas and the person so employed shall not be required to make further contributions to the Teacher Retirement System of Texas. Application of this provision to individual cases shall be based on institutional benefit or need and will be recommended through appropriate administrative officers to the Chancellor for approval.

JUL 26 1968 REGENTS' RULES AND REGULATIONS, PART ONE: AMENDMENTS TO CHAPTER III WITH RESPECT TO RIDERS IN 1968-69 APPROPRIATIONS BILL AND TO CHAPTER VII WITH RESPECT TO EXTERNAL FOUNDATIONS. -- All necessary rules were suspended and final approval was given to amend the Regents' Rules and Regulations, Part One (1) Chapter III by adding to Section 1, Subsection 1.8 and by adding to Section 16, Subsection 16.7 (Riders in the 1968-69 Appropriations Bill) which read as follows:

- 1.8 Legislative appropriations may not be used to employ a person who took a leave of absence from state employment for the purpose of participating in a political campaign.
- 16.7 For leave of absence to participate in a political campaign see Part One, Chapter III, Sec. 1.8.

and (2) Chapter VII, subsection 2.2: (a) by renumbering subsection 2.2 as subsection 2.18 (b) by changing the last catalogued internal foundation on Page 77 to read "The Lyndon Baines Johnson School of Public Affairs Foundation, Inc. (Chartered) 1968" and by adding in chronological order to the list of internal foundations the following:

<u>Foundation</u>	<u>Date Established</u>
The University of Texas System Foundation, Inc. (Chartered)	1967

(c) by changing subsection 2.3 and its subsections to 2.2, 2.21, 2.22, 2.23 and by deleting the new subsection 2.23 and substituting in lieu thereof the following:

2.23 The only presently authorized External Foundation is:

<u>Foundation</u>
Law School Foundation

APR 19 1968

REGENTS' RULES AND REGULATIONS, PART ONE: AMENDMENTS TO CHAPTER VI WITH RESPECT TO STUDENT SERVICES AND ACTIVITIES. -- The Board of Regents reaffirming its policies to support the freedoms of each member of the academic community in each institution of The University of Texas System and the rights of due process suspended the necessary rules and adopted the following amendments to the Regents' Rules and Regulations, Part One, Chapter VI, as set out below to be effective immediately:

- 1) By changing Section 3.3 to read as follows:
 - 3.3 Gambling, immoral conduct, dishonesty, the illegal use, possession, or sale of a drug or narcotic, or the excessive use of intoxicating liquors renders the student subject to discipline. Any student finally convicted of illegal use, possession, or sale of a drug or narcotic shall be automatically expelled from school, regardless of whether or not the illegal act that gave rise to the conviction was committed on the campus of one of the component institutions of The University of Texas System.
- 2) By inserting the following new Subsection 3.9 and by appropriately renumbering the present Subsections 3.9 through 3.(14), inclusive:
 - 3.9 Any student who, acting either singly or in concert with others, obstructs or disrupts, by force or violence, any teaching, research, administrative, disciplinary, public service, or other activity authorized to be held or conducted on the campus of a component institution of The University of Texas System, shall be subject to discipline, including expulsion. As used in this subsection, the words "force or violence" include such acts as "stand-ins," "sit-ins," and "lie-ins," when such acts are in fact obstructive or disruptive of any of the authorized activities listed above.
- 3) By adding to Section 6 the following two new subsections:
 - 6.5 Any employee of any component institution of The University of Texas System, including any member of the faculty or administration, who is finally convicted of the illegal use, possession, or sale of a drug or narcotic, shall be dismissed as an employee, regardless of whether or not the illegal act that gave rise to the conviction was committed on the campus of one of the component institutions of The University of Texas System.
 - 6.6 Any employee of any component institution of The University of Texas System, including any member of the faculty or administration, who,

acting either singly or in concert with others, obstructs or disrupts, by force or violence, any teaching, research, administrative, disciplinary, public service, or other activity authorized to be held or conducted on the campus of a component institution of The University of Texas System, shall be subject to dismissal as an employee. As used in this subsection, the words "force or violence" include such acts as "stand-ins," "sit-ins," and "lie-ins," when such acts are in fact obstructive or disruptive of any of the authorized activities listed above.

APR 19 1968

REGENTS' RULES AND REGULATIONS, PART ONE: AMENDMENT TO CHAPTERS I AND II WITH RESPECT TO AUDITING OIL AND GAS PRODUCTION. -- The necessary rules were suspended, and the Regents' Rules and Regulations, Part One, Chapter I, Section 9.26 and Chapter II, Section 2.461(4) were amended as set out below. This amendment transfers the supervision of Auditing Oil and Gas Production from the area of the Vice-Chancellor for Business Affairs to the area of the Executive Director of Investments, Trusts and Lands. This conforms the Rules and Regulations to the present method of operation and lists the activities in the same order as they are listed in the budget:

Chapter I

- 9.26 The Executive Director directs and is responsible for the proper operation of the following budgeted activities:
- 9.261 Board for Lease - University Lands
 - 9.262 Auditing Oil and Gas Production
 - 9.263 University Lands - Legal and Surveying
 - 9.264 University Lands - Geology
 - 9.265 Oil Field Supervision and Geophysical Exploration
 - 9.266 University Lands - Surface Leasing
 - 9.267 Endowment Office
 - 9.268 Securities Division

Chapter II

- 2.46 Vice-Chancellor for Business Affairs
- 2.461 In carrying out his primary functions and duties, the Vice-Chancellor for Business Affairs:
 - 2.461(1) Recommends policies for the preparation and review of all operating budgets and legislative requests.
 - 2.461(2) Plans an effective, and insofar as practical, uniform system of accounting and budgeting for The University of Texas System institutions and their divisions, including receipt of income and expenditure control through utilization of internal audit and periodic reporting.
 - 2.461(3) Formulates plans for financial reporting necessary to meet existing requirements and needs according to the highest standards of accounting.
 - 2.461(4) Has direct administrative authority and responsibility for efficient functioning of the following divisions:
 - 2.461(41) Business offices of the component institutions - (Coordination of activities)
 - 2.461(42) Office of the Comptroller
 - 2.461(43) Office of the Director of Facilities Planning and Construction

- 2.461(44) Office of Budget Officer
- 2.461(45) Office of Auditor of The University
of Texas at Austin (with respect to
the Central Administration activities
of his office)
- 2.461(46) Data Processing Division
- 2.461(47) U. T. System Personnel Office (and
Advisor)

JAN 26 1968

3. Regents' Rules and Regulations, Part One: Amendment to Chapter III, Sub-sections of Section 31 (Retirement and Modified Service). -- All necessary rules were unanimously waived and Section 31.1 of Chapter III of Part One of the Regents' Rules and Regulations was rescinded, effective immediately, thereby restoring the preexisting rule. The Secretary was directed to delete Sub-section 31.1, to renumber all sub-sections under Section 31 to so conform to this action, and to conform the present Sections 31.4, 31.61, 31.64, and 31.(13) by striking at the end of each of these sections the words "except that, beginning September 1, 1967, no member will be continued on modified service beyond the fiscal year in which his seventy-fifth birthday occurs" so as to read as set out on the following page (17):

- 31.3 Faculty members who have served continuously The University of Texas System, except as set out in Sections 31.(16) and 31.(17), for twenty (20) years or more and have the faculty rank of Instructor, Assistant Professor, Guest Assistant Professor, Associate Professor, Guest Associate Professor, Professor, or Guest Professor, shall be continued after reaching the age of seventy (70) on a reduced salary and upon modified service until the Board of Regents, upon recommendation of the Chancellor and the institutional head involved, determines that they shall retire completely from service with and compensation from The University of Texas System.

31.5

- 31.51 Nonteaching staff members who have reached their forty-fifth birthday by September 1, 1964, and who at that time will have been employed continuously for a period of at least fifteen (15) years, may continue on full-time service and compensation through the fiscal year that includes their sixty-fifth birthday and they may then be continued upon modified service until the Board of Regents, upon recommendation of the Chancellor and the institutional head involved, determines that they shall retire completely from service with and compensation from The University of Texas System.

- 31.54 Nonteaching staff members who have reached their sixty-fifth birthday by September 1, 1964, may continue on full-time service and compensation through the fiscal year that includes their seventieth birthday, and, if they have at that time completed twenty (20) years of continuous service, they may continue upon modified service until the Board of Regents, upon recommendation of the Chancellor and the institutional head involved, determines that they shall retire completely from service with and compensation from The University of Texas System.

- 31.(12) In deciding when a faculty member shall retire from all service with and compensation from The University of Texas System, the Board of Regents will consider his current capacity for work, his service to The University of Texas System, and the retirement benefits to which he is entitled under the Teacher Retirement System of Texas and the Federal Social Security laws; with the expectation that for each voting member of the faculty with at least twenty-five (25) years of faculty membership in The University of Texas System, modified service will be continued until the retirement benefits receivable are approximately equal to the amount that would be received under modified service.

JAN 26 1968

REGENTS' RULES AND REGULATIONS, PART ONE: CHANGE IN CHAPTER III, SECTION 31 (RETIREMENT AND MODIFIED SERVICE). -- See Page 16 for a change in Part One of the Regents' Rules and Regulations, Chapter III, Section 31 with respect to retirement and modified service.

EXCERPTS FROM THE MINUTES

DEC 7 1967

REGENTS' RULES AND REGULATIONS, PART ONE: AMENDMENT TO CHAPTER III, SECTION 13 RELATING TO OUTSIDE EMPLOYMENT.-- The rule (Part One, Chapter IX, Section 4) requiring the second reading of an amendment to the Regents' Rules and Regulations, Part One was waived. Section 13 and its subsections 13.1 through 13.6 were authorized deleted and the following substituted therefor:

Sec. 13. Outside Employment.

- 13.1 Members of the University faculty or staff should not be discouraged from accepting appointments of a consultative or advisory capacity with governmental agencies, industry, or other educational institutions. The consideration to the University of such activity is the improvement of the individual by virtue of his continuing contact with real problems in the real world.
- 13.2 Members of the faculty or staff should be discouraged from accepting regular employment with units outside the University because this action would be divisive of loyalties and does not provide the return to the institutions indicated in 13.1.
- 13.3 Conflict of interest should be avoided in all instances of outside employment, but conflict of interest in an academic institution means outside activity which intrudes upon the academic functions of teaching, scholarly activities, and service to the institution.
- 13.4 Even in the case of members of the staff specifically engaged only in residence work, there exists an obligation, usually intermittent, to furnish expert knowledge and counsel for public benefit free of charge, provided that the meeting of this obligation by a faculty or staff member does not interfere with his regular duties, and provided further that in meeting this obligation a faculty or staff member on full-time duty shall avoid undue competition with legitimate private agencies.
- 13.5 No member of the faculty or staff engaged in outside remunerative activities shall use in connection therewith the official stationery of The University of Texas System or any of its component institutions, or give as a business address any building or department of the institution.
- 13.6 No member of the faculty or staff shall accept employment or any position of responsibility if the discharge of such employment or responsibility will be antagonistic to the interests of the State of Texas or The University of Texas System or any of its component institutions.
- 13.7 Every member of the faculty or staff who gives professional opinions must protect The University of Texas System and its component institutions against the use of such opinions for advertising purposes. That is, when he does work in a private capacity, he must make it clear to those who employ him that his work is unofficial and that the name of The University of Texas System and its component institutions is not in any way to be connected with his name, exceptions being made of the name of the author attached to books, pamphlets, and articles in periodicals.
- 13.8 No member of the faculty or staff shall accept pay from private persons or corporations for tests, assays, chemical analyses, bacteriological examinations, or other such work of a routine character, which involve the use of property owned by The University of Texas System or its component institutions, unless advance permission has been obtained from the institutional head and provision has been made for

waived. Section 13 and its subsections 13.1 through 13.6 were authorized deleted and the following substituted therefor:

Sec. 13. Outside Employment.

- 13.1 Members of the University faculty or staff should not be discouraged from accepting appointments of a consultative or advisory capacity with governmental agencies, industry, or other educational institutions. The consideration to the University of such activity is the improvement of the individual by virtue of his continuing contact with real problems in the real world.
- 13.2 Members of the faculty or staff should be discouraged from accepting regular employment with units outside the University because this action would be divisive of loyalties and does not provide the return to the institutions indicated in 13.1.
- 13.3 Conflict of interest should be avoided in all instances of outside employment, but conflict of interest in an academic institution means outside activity which intrudes upon the academic functions of teaching, scholarly activities, and service to the institution.
- 13.4 Even in the case of members of the staff specifically engaged only in residence work, there exists an obligation, usually intermittent, to furnish expert knowledge and counsel for public benefit free of charge, provided that the meeting of this obligation by a faculty or staff member does not interfere with his regular duties, and provided further that in meeting this obligation a faculty or staff member on full-time duty shall avoid undue competition with legitimate private agencies.
- 13.5 No member of the faculty or staff engaged in outside remunerative activities shall use in connection therewith the official stationery of The University of Texas System or any of its component institutions, or give as a business address any building or department of the institution.
- 13.6 No member of the faculty or staff shall accept employment or any position of responsibility if the discharge of such employment or responsibility will be antagonistic to the interests of the State of Texas or The University of Texas System or any of its component institutions.
- 13.7 Every member of the faculty or staff who gives professional opinions must protect The University of Texas System and its component institutions against the use of such opinions for advertising purposes. That is, when he does work in a private capacity, he must make it clear to those who employ him that his work is unofficial and that the name of The University of Texas System and its component institutions is not in any way to be connected with his name, exceptions being made of the name of the author attached to books, pamphlets, and articles in periodicals.
- 13.8 No member of the faculty or staff shall accept pay from private persons or corporations for tests, assays, chemical analyses, bacteriological examinations, or other such work of a routine character, which involve the use of property owned by The University of Texas System or its component institutions, unless advance permission has been obtained from the institutional head and provision has been made for compensation to The University of Texas System or its component institutions.
- 13.9 Outside employment and consultation for full-time faculty and staff members may be approved only when it is undertaken in conformity with the provisions in the institutional supplements.

EXCERPTS FROM THE MINUTES

OCT 28 1967

- 10. U. T. Austin: Exception to Section to Section 31.4 of Chapter III, Part One of the Regents' Rules and Regulations, Professor R. L. Moore. -- Approval was given to make an exception to Section 31.4 of Chapter III, Part One of the Regents' Rules and Regulations and thereby to permit Professor R. L. Moore of The University of Texas at Austin to continue supervising those graduate students working with him who were admitted to Ph. D. candidacy on or before August 31, 1968 and who will complete degree requirements by August, 1969.

OCT 28 1967

REGENTS' RULES AND REGULATIONS, PART ONE: AMENDMENTS TO CHAPTER III RELATING TO LOYALTY OATH, AND CHAPTER VI RELATING TO STUDENT CONDUCT AND DISCIPLINE. -- The rule (Part One, Chapter IX, Section 4) requiring the second reading of amendments to the Regents' Rules and Regulations, Part One, was waived and the following amendments were adopted:

- 1. Amend the Regents' Rules and Regulations, Part One, Chapter III, by deleting Sections 1.6, 1.61, 1.611, 1.612, 1.613, 1.62 and 1.63 and by renumbering Sections 1.7 and 1.8 Sections 1.6 and 1.7 respectively.
- 2. Amend the Regents' Rules and Regulations, Part One, Chapter VI, by deleting Section 3.4 and substituting in lieu thereof the following:

Sec. 3 Student Conduct and Discipline.

...

3.4 The use of intoxicating beverages is prohibited in classroom buildings, laboratories, auditoriums, library buildings, museums, faculty and administrative offices, intercollegiate and intramural athletic facilities, and all other public campus areas; provided, however, that with the prior consent of the institutional head, the foregoing provisions of this section may be waived with respect to any specific affair which is sponsored by the institution and which will not be attended by any student who is unaccompanied by his or her parent. However, with respect to the possession and consumption of alcoholic beverages, state law will be strictly enforced at all times on all property controlled by The University of Texas System and its component institutions.

SEP 13 1967

REGENTS' RULES AND REGULATIONS, PART ONE: AMENDMENTS TO CHAPTER II AND CHAPTER VII RELATING TO THE UNIVERSITY OF TEXAS SYSTEM DEVELOPMENT BOARD.-- The rule (Part One, Chapter IX, Section 4) requiring the second reading of an amendment to the Regents' Rules and Regulations, Part One was waived and the following amendments to the Regents' Rules and Regulations, Part One, Chapter II and Chapter VII, were adopted:

1. Amend the Regents' Rules and Regulations, Part One, Chapter II, Section 2.1 by adding "Executive Director of The University of Texas System Development Board," on the fifth full line of the section between "Business Affairs," and "the Comptroller."
2. Amend the Regents' Rules and Regulations, Part One, Chapter II, by adding the following as a new section to be numbered 2.47 and by changing Sections 2.47, 2.48, 2.49, 2.4(10), 2.4(11), and their respective subdivisions to 2.48, 2.49, 2.4(10), 2.4(11), and 2.4(12):
 - 2.47 The Executive Director of The University of Texas System Development Board. The Executive Director of The University of Texas System Development Board is an officer of the Central Administration.
 - 2.471 In carrying out his duties and responsibilities, he:
 - 2.471(1) Serves as executive officer for The University of Texas System Development Board.
 - 2.471(2) Acts under the authority delegated by the Chancellor for private fund development for The University of Texas System.
 - 2.471(3) Develops, administers, and co-ordinates policies and activities involving internal foundations and University-related external foundations.
 - 2.471(4) Collaborates with executive heads of the component units in development programs.
 - 2.471(5) Co-ordinates or directs efforts of University officials to create a favorable climate for philanthropic support among various constituencies including alumni, foundations, business and industry, associations, parents of students, friends, and benefactors.
 - 2.471(6) Advises University administrative officials, deans, and directors on projects involving private gift support, suggests possible granting agencies or benefactors, and assists when needed in the preparation of grant proposals and their presentation.

- 2.471(7) Establishes procedures for the preparation of gift records, gift processing, gift acknowledgments, and gift docket for the Board of Regents.
- 2.472 The Executive Director of The University of Texas System Development Board reports to and is responsible to the Chancellor.
3. Amend the Regents' Rules and Regulations, Part One, Chapter II, by changing in Section 3.21(11) the period (.) to a comma (,) and adding the following: "and in collaboration with the Executive Director of the University Development Board."
4. Amend the Regents' Rules and Regulations, Part One, by deleting Chapter VII and substituting in lieu thereof the following:

CHAPTER VII

THE UNIVERSITY OF TEXAS SYSTEM DEVELOPMENT BOARD AND FOUNDATIONS

Sec. 1. The University of Texas System Development Board.

- 1.1 Responsibilities of the Board of Regents and Administrative Officials of The University of Texas System in Private Fund Development.-- Among the most important responsibilities of the Board of Regents are those of establishing policies and procedures by which the developmental needs of The University of Texas System and its component institutions can be determined and of directing vigorous efforts to attract private fund support for meeting these needs. For the discharge of these responsibilities, the Chancellor is to serve as the chief executive agent of the Board of Regents, with fund development a major obligation, and the administrative head of each component institution is to serve as chief executive officer in this regard for his institution.
- 1.2 Responsibilities and Duties of The University of Texas System Development Board:
- 1.21 The University of Texas System Development Board is the agency responsible to the Chancellor, and through him to the Board of Regents, for all private fund development for The University of Texas System. Provided, however, that with the approval of the Chancellor and the Board of Regents any component institution may have a fund development group dedicated to its own unique interests.
- 1.22 The University of Texas System Development Board shall, after conference with the Chancellor, recommend to the Board of Regents policies which shall govern activities and respon-

sibilities in cultivating and securing private funds for The University of Texas System and its component institutions.

- 1.23 In the absence of unusual circumstances, no major fund development effort or decision not covered by previously adopted regulations of the Board of Regents shall be recommended by the Chancellor to the Board of Regents without prior advice thereupon by The University of Texas System Development Board, which advice shall be transmitted to the Board of Regents.
- 1.24 All fund development agencies and organized fund development enterprises of The University of Texas System shall be under the jurisdiction of The University of Texas System Development Board and shall operate under policies adopted by it and approved by the Chancellor and the Board of Regents.
- 1.25 The University of Texas System Development Board shall have particular responsibility for formulating and actively promoting support for both current and long-term programs designed to meet developmental needs of The University of Texas System and its component institutions. The Chancellor shall lay before The University of Texas System Development Board at periodic intervals descriptions of current needs as determined by the Board of Regents, the University administration, and the several faculties, taking into account any such needs as The University of Texas System Development Board has recommended for consideration. The University of Texas System Development Board should also be continuously alert to gift possibilities not necessarily related to predetermined projects. The programs of activities formulated by The University of Texas System Development Board shall be submitted to the Chancellor and the Board of Regents for information, and periodic reports of progress shall be made. It is expected that the continuing program of The University of Texas System Development Board will include vigorous cultivation and dissemination of information supporting gifts and endowments.

1.3 Composition and Operation of The University of Texas System Development Board.

- 1.31 The University of Texas System Development Board shall consist of one member of the Board of Regents designated by the Chairman, with the consent of the Board of Regents, the Chancellor, six members named by the Executive Council of the Ex-Students' Association of The University of Texas at Austin, and at least fifteen members named by the Board of Regents.

All appointees, except the Chancellor and the member from the Board of Regents, shall serve for three-year terms. Terms are staggered and begin on September 1 of the appropriate year. In selecting members, the Board of Regents and the Executive Council of the Ex-Students' Association of The University of Texas at Austin shall give due consideration to geographical and component institution factors. Vacancies shall be filled by the original appointing agency.

- 1.32 The University of Texas System Development Board shall designate one of its members as Chairman, and shall provide for such other officers as it deems necessary. It shall adopt bylaws governing its operations and shall file them, and subsequent amendments thereto, with the Secretary to the Board of Regents. It shall cause accurate minutes of its proceedings to be kept, and shall file copies with the Chancellor and the Secretary to the Board of Regents. It shall prepare an annual evaluation report on its activities, incorporating such recommendations as it cares to make, and transmit this report to the Chancellor and to the Board of Regents through the Secretary to the Board.
 - 1.33 The Development Board shall conduct its operations to accord with policies and regulations of the Board of Regents, and shall make recommendations concerning modifications and additions to those policies through the Chancellor to the Board of Regents.
- 1.4 General Policies of The University of Texas System Development Board:
- 1.41 The University of Texas System Development Board shall seek to enlist the aid of numerous friends of The University of Texas System and its component institutions in fund development efforts, and may establish such committees and other groups as seem desirable in carrying out its program.
 - 1.42 The University of Texas System Development Board shall serve all component institutions of The University of Texas System.
 - 1.43 The University of Texas System Development Board will work closely with all internal foundations, and no such foundation shall be established or continued in existence except with the approval of the Chancellor and the Board of Regents. The executive officer of The University of Texas System Development Board shall be responsible for stimulating, guiding, and assisting the internal foundations and may require suitable annual reports from each. All such activities shall be coordinated through the office of the respective institutional heads.
 - 1.44 From time to time, special campaigns for specific objects may be conducted, with or without the assistance of private fund-raising counsel. Such campaign may originate upon recommendation by the Board of Regents, the Chancellor, or the institutional head with the Chancellor's concurrence, or The University of Texas System Development Board. No such campaign shall be authorized or undertaken, however, until The University of Texas System Development Board has recommended concerning it and the campaign has been approved by the Board of Regents.
 - 1.45 Notwithstanding the provisions hereof conferring authority upon and placing responsibility in The University of Texas System Development Board for fund development and fund raising, it is understood that the Ex-Students' Association of The University of Texas at Austin and its counterparts at other component institutions may engage in fund raising for their own support through dues and payments for memberships,

both annual and life. However, it is hoped and expected that such ex-students associations will not sponsor or participate in any other organized fund-raising effort without first consulting and advising with The University of Texas System Development Board, the Chancellor, and the Board of Regents.

1.46 The Development Board shall recommend, and upon authorization of the Board of Regents, effectuate such recognition of donors as appears wise.

1.5 Executive Office of The University of Texas System Development Board:

1.51 Within the Office of the Chancellor there shall be an officer responsible to the Chancellor and to The University of Texas System Development Board as its executive officer. He shall be appointed by the Chancellor upon recommendation of The University of Texas System Development Board. He is to be charged solely with fund development activity, and subject to supervision, evaluation, and termination of employment by the Chancellor. The Chancellor, however, shall secure periodic evaluations of this officer's services from The University of Texas System Development Board and take these into full account in continuing employment and in according recognition for accomplishment. He shall have such title and rank as established by the Board of Regents upon recommendation of the Chancellor and The University of Texas System Development Board.

1.52 The University of Texas System Development Board executive officer shall have such staff and such operating funds as shall be determined from time to time by budgets recommended by him and said Development Board, endorsed by the Chancellor, and adopted by the Board of Regents. Duties of staff members shall be established by the executive officer.

1.6 Finances.--Financial support of The University of Texas System Development Board and the executive office shall be provided exclusively by appropriation of the Board of Regents. Such appropriation will be made through established budgetary procedures. The Board of Regents may accept gifts designated for use by The University of Texas System Development Board and may make such funds available for expenditure by said Development Board.

Sec. 2. Foundations.-- The following policies shall govern the creation and administration of foundations:

2.1 Internal Foundations.

2.11 The establishment of internal foundations shall be limited to teaching and research divisions of The University of Texas System. This is not in any sense to be construed as excluding non-teaching and non-research divisions from seeking support from private sources through The University of Texas System Development Board as the authorized agency for correlating all fund-raising activities.

- 2.12 The establishment of foundations for other than component institutions, colleges or schools shall be limited to divisions and departments with respect to which it can be clearly demonstrated that there exists actually or potentially the support of a strong business or professional group, such as exists in the case of the Geology Foundation of The University of Texas at Austin, and the activities of which will not be in substantial conflict with the foundation which represents the school or college of which the division or department is a part. It is believed that divisions and departments which cannot meet these tests may effectively work as separate groups within the framework of the foundation which represents this school or college. The provisions now existing for the designation of special funds to be used for specific activities should continue within the framework of the various foundations. This opportunity to earmark funds obtained by specific groups should help to avoid stifling the interest and initiative of these groups.
- 2.13 Any foundation in addition to those now existing shall be authorized by the Board of Regents only after approval by The University of Texas System Development Board and by the Chancellor.
- 2.14 The work of all internal foundations shall be considered a part of the work of The University of Texas System Development Board, and each such foundation, through its directing head and the institutional head shall cooperate closely with The University of Texas System Development Board office and shall keep that office informed of its activities. It is the duty of The University of Texas System Development Board to cooperate with such foundations at all times and to stimulate their efforts by counsel, by personal contacts, and by providing promotional materials. Further, the foundations shall report periodically to The University of Texas System Development Board. Every effort should be made to permit free range of initiative within the foundations, but activities should be in conformity with The University of Texas System Development Board policies so as to permit maximum over-all achievements in fund raising.
- 2.15 There should be periodic reviews of the activities of each foundation to determine its effectiveness, and provision should be made for its dissolution if it is unproductive over a reasonable length of time.
- 2.16 Internal foundations shall not necessarily be restricted to The University of Texas at Austin but should be established at component institutions where conditions may warrant.
- 2.17 There shall be established, wherever practicable, advisory councils to the foundations. The Executive Director of The University of Texas System Development Board shall be an ex-officio nonvoting member of each such advisory council.
- 2.2 The presently authorized Internal Foundations are:

<u>Foundation</u>	<u>Date Established</u>
John Charles Townes Foundation (School of Law, The University of Texas at Austin)	1941

<u>Foundation</u>	<u>Date Established</u>
Pharmaceutical Foundation of the College of Pharmacy (The University of Texas at Austin)	1949
Fine Arts Foundation of the College of Fine Arts (The University of Texas at Austin)	1950
Architectural Foundation of the School of Architecture (The University of Texas at Austin)	1952
Genetics Foundation of the Zoology Department (The University of Texas at Austin)	1952
College of Business Administration Foundation (The University of Texas at Austin)	1953
The Psychological Research Foundation of The University of Texas at Austin	1953
Geology Foundation (The University of Texas at Austin)	1953
Arts and Sciences Foundation (The University of Texas at Austin)	1955
Engineering Foundation (The University of Texas at Austin)	1955
Teacher Education Foundation (The University of Texas at Austin)	1956
School of Journalism Foundation (The University of Texas at Austin)	1959
School of Social Work Foundation (The University of Texas at Austin)	1966
The University of Texas at Arlington Foundation	1967
The University of Texas Medical Branch at Galveston Foundation	1967

2.3 External Foundation.

2.31 The establishment of additional external foundations over which the Board of Regents and the Chancellor have no control shall be prohibited.

- 2.32 Wherever such external foundations now exist, The University of Texas System Development Board should establish a working relationship with the officials of the foundation and should seek to coordinate their activities in such a way as to bring them into line with the general policies of The University of Texas System Development Board and those of the Chancellor and the Board of Regents.
- 2.33 The only presently authorized External Foundation is:

<u>Foundation</u>	<u>Date Established</u>
The University of Texas System Foundation, Inc.	1967