Victory

## Mis the IT St BY AND LIBERTING BOARD

In the matter of:

Houston Lighting & Power Co. (Allens Creck Unit #1)

Docket 150-47 (June 35, 1771)

JOHN F. DCHERTY'S BECOND MEN'RANDUM 20 PHE BOARD RE: DI MONERY

Attached horewith, is a reproduction of a two page letter (reduced to one page) from University of Houston official Fred L. Brake to John F. Doherty (Intervenor in the above proceedites), terminating TexPIRG's principal (85%) funding source. The letter is misaldressed as I resigned from the position of Acting Research Director as of June 1, 197). Although at the start of my employment with PoxPIRG (Intervenor in the above proceedings) I believed I was acting President, at a later recting the title of my position was determined. In officer of the corneration or member of the so rd of directors may be a mayed employee of Per IRG.

In remark to discovery, it should be noted that the description of funding is likely to exxxi slow down the onocestians, because TempIRG will have probably somewhat less resources to bring to beer on whatever is requested of it or attempted. This appeared to be a change in its status which pursuant to 'O CYR 2.740 e (1) (i) should be reported to parties. It appears to me to relate to matters stated in my first "Memorandum to the Board" in regard to the difficulty of obtaining expert witnesses due to various misfortunes recently befalling Tox. IRG expert witness Andrew Sansome.

Because of the above events, I believe Intervenors will have a nore difficult sine presenting their case, and that such events and beliefs should be reported to the board. In milition, Staff's response to TexPIRG Contention #25 (Pg. 27), the reporting of post ible harrassment is of -rest significance to all concerned.

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Carro Hinderstein, Esq. (NRC Sheldon J. Folie, Esq. (NRC Gustave A. Linenberg (NRC) Esq. (MRC) Dr. E. Leonard Chessu: (NRC)

Stephen Sohinki, Esq. Richard A. Lowerre, Esq. (Texas) R. Gorion Gooch, Esq. (Apolicant)

Docketing & Service Section (NRC)\* J. Grecory Constant

Mr. John Doherty, Acting President Texas Public Interest Group University Center, Campus Activities University of Houston

Dea: Mr. Doherty:

On October 15, 1973 the University of Houston and the Texas Public Interest Group, Inc., entered into a contractual agreement whereby the University would collect an optional student service fee for TEX-PIRG.

Per terms of the contract, Section IV,

"This agreement shall terminate in the event the total number of students authorizing the collection of the optional student service fee during the Spring and Fall semester of any calendar year after 1974 is less than thirty percent (30%) of the total number of students registered at the University for such Spring and Fall semester..."

The number of students authorizing the collection has ranged from 5.51% to 12.88%. Attached is a summary of the TEX-PIRG contributions from the Spring semester 1974 through the Spring semester 1979.

It is my understanding the question of terminating the contract arose in the Spring of 1977 and a continuance was granted through Spring 1978. At that time Mr. Clarence Johnson, State Research Director of TEX-PIRG was to seek a new contract. The University has not received any correspondence regarding a new contract.

Mr. John Doherty June 7, 1979 Page 2

As of this date, the University is terminating its contract with the Texas Public Interest Group, Inc. Thus, beginning with the Fall semester, 1979, the TEX-PIRG fee option will no longer appear on the schedule fee statement.

Should you wish to discuss the above action, please do not hesitate to call me at extension 4939.

Sincerely.

Fred L. Drake Vice Chancellor

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Attachment

cc: Dr. Barry Munitz, Chancellor

11. Parry Sharp, Vice Chancellor, Dean of Students

" die Bishop, Controller

Rr. Pari Szczesiul, Campus Activities Director