STATE BOARD OF HIGHER EDUCATION
MINUTES OF SPECIAL MEETING HELD AT
OREGON STATE COLLEGE, CORVALLIS, OREGON
September 18, 1948
10:15 A.M.

MEETING #178 In accordance with action taken at the September 14, 1948 meeting of the Board, a special meeting of the State Board of Higher Education of the State of Oregon was held at Oregon State College, Corvallis, Oregon at 10:15 A.M. on September 18, 1948.

ROLL CALL The meeting was called to order by the President of the Board, Edgar W. Smith, and on roll call the following answered present:

George F. Chambers
Leif S. Finseth
R. E. Kleinsorge
Phil Metschan
Edgar W. Smith

Absent: Henry F. Cabell, A. S. Grant, Cheryl S. MacNaughton, Herman Oliver.

There were also present: Chancellor Paul C. Packer; Dr. Charles D. Byrne, Secretary of the Board; President Harry K. Newburn of the University of Oregon; President A. L. Strand of Oregon State College.

APPROVAL OF PLAN FOR FINANCING UNION BUILDING AT U OF O

Chancellor Packer stated that a program had been worked out whereby it was possible to proceed with the construction of the Union Building at the University of Oregon. He called on President Newburn who outlined the following recommended construction and financial program:

Construction and Financial Requirements

1. That the Board authorize proceeding with the construction of the Union Building with the following schedule of costs:

- Construction contracts $1,723,503.00
- Architects and engineering fees and miscellaneous costs 155,634.00
- Contingency fund 91,000.00
- Movable equipment outside of the construction contracts 43,000.00

Total union building costs $2,013,137.00

2. That all bids on the McArthur Court balcony be rejected and that there be substituted rollaway seats to be purchased for use on the main floor at an estimated cost of 15,000.00
3. That all the bids on the additional seats for Hayward Field be rejected and that there be substituted therefor the purchase of portable bleachers seating approximately 3,000 for the south end of Hayward Field, estimated cost $30,000.00

Total construction costs $2,058,137.00

4. That a sinking fund for the bond issue be set up of 50,000.00

5. That the existing building fee bonds now outstanding be redeemed $310,213.00

Total financial requirements of the program $2,418,350.00

Financial Program

That funds for the above program be supplied as follows:

1. A bond issue of $1,900,000 to be financed from the following resources: $1,900,000.00

   The $5 per term student building fee.

   Three dollars of the existing student union fee of $5 per student per term, with the remaining $2 to be used for the current year for equipment for the Union Building and beginning with the year 1949-50 to be used for Union operation.

   An amount equal to 25¢ per full-time student per term and 15¢ per part-time student per term to be obtained from the following sources: (1) the $2,400 annual rental received from the Cooperative Book Store, and (2) from the athletic and educational activities departments.

2. From cash on hand from gifts and other sources 400,000.00

3. From the supplemental annuity funds available for University purposes 15,253.64

4. From balances on hand in emergency housing unit accounts (mess hall, single dormitories, and apartments) 103,096.36

Total resources $2,418,350.00

President Newburn stated that there will be required certain movable equipment in addition to the $43,000 provided above. This is estimated at $117,000 of which $87,000 is now available in cash or assured pledges and of which $30,000 must be raised by new pledges.
Upon motion by Dr. Kleinsorge and second by Mr. Chambers, the Board adopted the following recommendations:

1. That the program of construction and financing presented by Dr. Newburn be approved.

2. That the construction contracts on the Union Building be awarded to the following contractors at their basic bids, contingent on the sale of the bond issue on October 7.

   General - Ross B. Hammond Company $1,371,793
   Mechanical - A. C. Rushlight 271,850
   Electrical - Morgan Electric Company 79,850

3. That all bids on McArthur Court remodelling and Hayward Field grandstands be rejected, the architects fees and other preliminary costs to be met from athletic receipts.

4. That the $5 per student per term Union Fee authorized for 10 terms by the Board on October 27, 1947 be made a permanent fee at the University of Oregon with $3 per term applied to debt service on the new bond issue and $2 per term to be used for Union Building equipment for the year 1948-49 and thereafter for Union Building operating expense.

5. That all gift funds pledged or paid for the Union Building hereafter shall be used to complete the building, including furnishings, as presently contemplated or to reduce the debt on the building.

Upon motion by Mr. Finseth and second by Dr. Kleinsorge, the Board voted to authorize the proper Board officials to take the necessary steps to advertise for a bond issue of $1,900,000 to finance the Erb Memorial Union building and certain athletic improvements at the University of Oregon and to retire outstanding bonds, the bids to be opened on October 6 at 2 P. M.

Upon motion by Dr. Kleinsorge and second by Mr. Finseth, the Board voted unanimously to hold a special meeting at 10 A. M. on October 7 at the Benson Hotel in Portland, Oregon to award the University of Oregon Student Union and Athletic Facilities. bonds to the low bidder if the bid is satisfactory and to adopt the required bond resolution.

Upon motion by Mr. Metschan and second by Mr. Finseth, the Board authorized the appropriate Board officers to call and redeem the outstanding University of Oregon refunding building bonds.

Upon motion by Mr. Finseth and second by Mr. Chambers, the Board voted to amend the existing contract with John Nuveen and Company of Chicago in the following respects: (1) to cover the $1,900,000 bond issue, and (2) to authorize a pledge of income from the Union Building, McArthur Court, and the Stadium in the amount equivalent to $3.25 per term per full-time student and $1.65 per term per part-time student.
PAYMENT TO ARCHITECT FERRIN FOR SERVICES ON CLASSROOM-LIBRARY BLDG. AT SOCE

When the building needs of the institutions were being assembled it appeared advisable to have preliminary studies and sketches made of the proposed classroom-library building at Southern Oregon College of Education in order to determine whether to add to the existing building or construct an entirely new building. Mr. Howard Ferrin, Klamath Falls architect, was asked to make these studies. He has submitted a bill for his services of $1,040.31, which is the actual cost to his office, the understanding being that if and when the building goes forward a contract would be negotiated and this payment would apply on the contract. Dr. Packer recommended that this bill be paid with the funds to come from the Board's emergency reserve. The Board voted to make the necessary appropriation.

ADJOURNMENT

The Board adjourned at 11:55 A.M.

EDGAR W. SMITH, President

CHARLES D. BYRNE, Secretary