STATE BOARD OF HIGHER EDUCATION
MINUTES OF MEETING HELD AT
GENERAL EXTENSION DIVISION BUILDING, PORTLAND, OREGON

February 14, 1962

MEETING #302-1
In compliance with the January 23, 1962, written request of a majority
of the members of the Board for a special meeting, and at the call of
the President of the Board, the Oregon State Board of Higher Education
convened in special session in the General Extension Division Building,
Portland, Oregon, on February 14, 1962.

ROLL CALL
The meeting was called to order at 11:00 A.M. by the President,
Mr. Wm. E. Walsh, and on roll call the following answered present:

Mr. Allan Hart
Mr. Chas. R. Holloway, Jr.
Mrs. Cheryl S. MacNaughton

Mr. John Merrifield
Mr. Wm. E. Walsh

Absent: Mr. J. W. Forrester, Jr., Mr. A. S. Grant, Mr. Douglas McKeen,
and Dr. Ralph E. Purvine.

Others Present: Chancellor R. E. Lieuallen; Secretary E. M. Pallett;
State Treasurer Howard C. Belton; Deputy State Treasurer Gordon A.
Barker; Comptroller H. A. Bork; Budget Director R. L. Collins;
Mr. J. L. Watson, Assistant Comptroller; Mr. J. I. Hunderup, Assistant
to the Comptroller; Mr. Allen McKenzie, Administrative Assistant,
Comptroller's Office; and Mr. Wolf von Otterstedt, Special Assistant
Attorney General.

RE ABSENCES
Mr. Forrester, Mr. Grant, Mr. McKeen and Dr. Purvine were absent for
business reasons.

Acceptance of
Bids for
$3,900,000
Bond Issue
The Comptroller reported that at 10:00 A.M., February 14, 1962, sealed
bids were received by the Secretary of the Board, with the State
Treasurer present, pursuant to an advertisement authorized by the
Board of Higher Education at its regular meeting of January 23, 1962,
for the proposed sale of $3,900,000 par value State Board of Higher
Education Building Bonds, Series 1962. Bids received for the bonds
were as follows:

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<th>Name of Bidder</th>
<th>Total Interest Rate</th>
<th>Total Coupon Interest on Designated Maturities</th>
<th>Add Total Interest</th>
<th>Total Aggregate Interest Cost</th>
<th>Effective Interest Rate</th>
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<td>Harris Trust and Savings Bank, The</td>
<td>1965-1973 5.00%</td>
<td>2.80%</td>
<td>$2,370,222</td>
<td>3.2226%</td>
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Following the reading of the bids, the Comptroller indicated that the most favorable bid was that of Halsey, Stuart & Co. Inc., Smith, Barney & Co., C. J. Devine & Co., Continental Illinois National Bank & Trust Company of Chicago and Associates, with a total aggregate interest cost of $2,389,768.00 and an effective interest rate of 3.14567 percent, and he recommended that it be accepted.

It was moved by Director Holloway that the bid of Halsey, Stuart & Co. Inc., Smith Barney & Co., C. J. Devine & Co., Continental Illinois National Bank & Trust Company of Chicago and Associates be accepted. Director Hart seconded the motion. The President of the Board indicated that it had been moved and seconded that the Board accept the bid as indicated.
On roll call vote the Board voted on the adoption of the motion as follows:

Those voting yes: Directors Hart, Holloway, MacNaughton, Merrifield, and Walsh.

Those voting no: None.

The President :hereupon declared the motion carried unanimously.

The Comptroller recommended that the following resolution be adopted:

RESOLUTION

BE IT RESOLVED that the THREE MILLION NINE HUNDRED THOUSAND DOLLARS ($3,900,000) STATE OF OREGON, STATE BOARD OF HIGHER EDUCATION BUILDING BONDS, SERIES 1962, sold at 98.01 on the 14th day of February, 1962, be issued to bear date the 1st day of March 1962; to bear interest at the rate of 5.00 per cent per annum for the bonds of the issue maturing on March 1 of the years 1965 to 1971 inclusive, at the rate of 4.25 per cent per annum for the bonds of the issue maturing on March 1 of the year 1972, at the rate of 2.75 per cent per annum for the bonds of the issue maturing on March 1 of the years 1973 to 1975 inclusive, at the rate of 2.90 per cent per annum for the bonds of the issue maturing on March 1 of the years 1976 to 1977 inclusive, at the rate of 3.00 per cent per annum for the bonds of the issue maturing on March 1 of the years 1978 to 1980 inclusive, at the rate of 3.10 per cent per annum for the bonds of the issue maturing on March 1 of the years 1981 to 1984 inclusive, at the rate of 3.20 per cent per annum for the bonds of the issue maturing on March 1 of the years 1985-1986 inclusive, at the rate of 3.25 per cent per annum for the bonds of the issue maturing on March 1 of the years 1987 to 1991 inclusive, and at the rate of 1.00 per cent per annum for the bonds of the issue maturing on March 1 of the year 1992; and

BE IT FURTHER RESOLVED that the bonds be issued to mature serially on the dates provided in the resolution of the Board duly adopted at the regular meeting of the Board duly and legally held on the 23rd day of January, 1962; and that both the principal of and the interest upon the bonds be paid at the office of the State Treasurer of the State of Oregon; and

BE IT FURTHER RESOLVED that the said bonds and coupons annexed thereto be executed in the form prescribed in the resolution adopted by the Board at the meeting thereof held on the 23rd day of January, 1962; and

BE IT FURTHER RESOLVED that the resolution of January 23, 1962, of the Board, authorizing the issuance of said bonds, and all acts performed by the Board in adopting the said resolution, and by the Secretary and Comptroller of the Board in connection with the issuance and sale of the said bonds, be and they hereby are fully approved, ratified, and confirmed.
On motion by Director Hart and second by Director Holloway, the above resolution was adopted on roll call vote with the following voting in favor of adoption: Directors Hart, Holloway, MacNaughton, Merrifield, and Walsh.

Those voting no: None.

The President of the Board thereupon declared the resolution duly adopted by a unanimous vote.

At the close of the meeting, the Board thanked The Honorable Howard C. Belton, State Treasurer, for attending the meeting and for the part he played in the successful sale of the bonds. The Board expressed special appreciation for his judgment and advice to accelerate the bid date which they felt contributed greatly to the favorable interest rate that was obtained.

ADJOURNMENT

The meeting adjourned at 11:15 A.M.

Wm. E. Walsh, President

Earl M. Pallett, Secretary