MEETING #358-1

In compliance with the June 13, 1967, 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 Room 201, Division of Continuing Education Building, Portland, Oregon, on July 18, 1967.

ROLL CALL

The meeting was called to order at 9:30 A.M. by the President of the Board, Mr. Chas. R. Holloway, Jr., and on roll call the following answered present:

- Mrs. Elizabeth H. Johnson
- Mr. Philip A. Joss
- Mr. George H. Layman
- Mr. Ancil H. Payne
- Ralph E. Purvine, M.D.
- Mr. John W. Snider
- Mr. Chas. R. Holloway, Jr.

Absent: Mr. J. W. Forrester, Jr., and Mr. Ray T. Yasui were absent for business reasons.

Others Present: Chancellor R. E. Lieuallen; Secretary R. L. Collins; Mr. H. A. Bork, Vice Chancellor for Business Affairs; Mr. John L. Watson, Comptroller; Mr. Wolf D. von Otterstedt, Assistant Attorney General; Mr. Allen McKenzie, Assistant to Vice Chancellor for Business Affairs; Mr. W. T. Lemman, Director of Business Affairs, Portland State College.

Acceptance of Bids for $6,100,000 State of Oregon, State Board of Higher Education Building Bonds, Series 1967

The Vice Chancellor for Business Affairs reported that at 9:30 A.M., Pacific Daylight time, on July 18, 1967, five sealed bids were received, pursuant to an advertisement authorized by the Board of Higher Education at its regular meeting on June 13-14, 1967, for the proposed sale of $6,100,000 State of Oregon, State Board of Higher Education Building Bonds, Series 1967. The bonds were to be sold at not less than $98 for each $100 par value thereof. Bids received for the bonds were as follows:
<table>
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<tr>
<th>Name of Bidder</th>
<th>Designated Maturities</th>
<th>Interest Rate</th>
<th>Total Coupon Interest Cost</th>
<th>Add Discount or Deduct Premium</th>
<th>Total Aggregate Interest Cost</th>
<th>Effect Interc Rate</th>
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<tr>
<td>National Bank and Trust Company of Chicago, and Associates</td>
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Following the reading of the bids, the Vice Chancellor for Business Affairs indicated that the most favorable bid was that of Halsey, Stuart & Co. Inc., Smith, Barney & Co. Incorporated, Merrill Lynch, Pierce, Fenner & Smith Incorporated, Continental Illinois National Bank and Trust Company of Chicago, and Associates with a total aggregate interest cost of $4,418,352.82 and an effective interest rate of 3.79350 percent. He also stated that the bonds were to be in denominations of $5,000. He recommended, with the concurrence of the Chancellor, that said bid be accepted.

It was moved by Director Payne that the bid of Halsey, Stuart & Co. Inc., Smith, Barney & Co. Incorporated, Merrill Lynch, Pierce, Fenner & Smith Incorporated, Continental Illinois National Bank and Trust Company of Chicago, and Associates be accepted. Director Layman seconded the motion. The President of the Board stated 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: Director Johnson, Joss, Layman, Purvine, Snider and Holloway.

Those voting no: None.

The President of the Board thereupon declared the motion carried unanimously.

With the concurrence of the Chancellor, the Vice Chancellor for Business Affairs recommended that the following resolution be adopted:

RESOLUTION

BE IT RESOLVED that the SIX MILLION ONE HUNDRED THOUSAND DOLLARS ($6,100,000) STATE OF OREGON, STATE BOARD OF HIGHER EDUCATION BUILDING BONDS, SERIES 1967, sold at 98.008 on the 18th day of July, 1967, be issued to bear date the 15th day of August, 1967; to bear interest at the rate of 6.00 percent per annum for the bonds of the issue maturing on April 15, 1970 to 1979 inclusive, at the rate of 5.25 percent per annum for the bonds of the issue maturing on April 15, 1980, at the rate of 3.75 percent per annum for the bonds of the issue maturing on April 15, 1981 to 1982 inclusive, at the rate of 3.80 percent per annum for the bonds of the issue maturing on April 15 of the years 1983 to 1986 inclusive, at the rate of 3.90 percent per annum for the bonds of the issue maturing on April 15 of the years 1987 to 1996 inclusive, and at the rate of .10 percent per annum for the bonds of the issue maturing on April 15 of the year 1997; 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 June 13-14, 1967, and that both the principal of and interest upon the bonds be paid at the office of the Fiscal Agency of the State of Oregon in the City and State of New York; 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 June 13-14, 1967; and

BE IT FURTHER RESOLVED that the bonds be in denominations of $5,000, as provided in the resolution adopted by the Board at the June 13-14, 1967 meeting; and

BE IT FURTHER RESOLVED that the June 13-14, 1967 resolution 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 Vice Chancellor for Business Affairs 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 Payne and second by Director Snider, the above resolution was adopted on roll call vote with the following voting in favor of adoption: Directors Johnson, Joss, Layman, Purvine, Snider, and Holloway.

Those voting no: None.

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

**ADJOURNMENT**

The Board adjourned at 10:45 A.M.

Chas. R. Holloway, Jr., President

R. L. Collins, Secretary