STATE BOARD OF HIGHER EDUCATION
MINUTES OF MEETING HELD IN
ROOM 338, MICHAEL J. SMITH MEMORIAL CENTER, PORTLAND STATE
UNIVERSITY, PORTLAND, OREGON

December 14, 1971

MEETING #400-1
A regular meeting of the State Board of Higher Education was held in Room 338, Michael J. Smith Memorial Center, Portland State University, Portland, Oregon.

ROLL CALL
The meeting was called to order at 9:00 A.M. (PST) Tuesday, December 14, 1971, by the President of the Board, Mr. George H. Layman, and on roll call the following answered present:

Mr. George H. Corey
Mr. Robert D. Holmes
Mrs. Elizabeth H. Johnson
Mr. Philip A. Joss
Mr. John D. Mosser
Mr. John W. Snider
Mr. Loran L. Stewart
Mr. Edward G. Westerdahl II
Mr. George H. Layman

Absent: None.

OTHERS PRESENT
Centralized Activities—Chancellor R. E. Lieuallen; Secretary R. L. Collins: Mr. Freeman Holmer, Vice Chancellor for Administration; Mr. J. I. Hunderup, Vice Chancellor for Facilities Planning; Dr. Miles C. Romney, Vice Chancellor for Academic Affairs; Mr. D. R. Larson, Assistant Chancellor; Mr. H. A. Bork, Consultant; Mr. J. L. Watson, Controller; Mr. Keith L. Jackson, Budget Director; Dr. George Diel, Director of Communications Development; Dr. Duane Andrews, Director, Division of Continuing Education; Dr. Leroy R. Pierson, Associate Dean, Continuing Education; Mr. John B. Leahy, Assistant Attorney General; Mr. Richard Zita, Director of Publications; Mr. Ennis Wuite, Fiscal Analyst.

Oregon State University—President R. W. MacVicar; Mr. M. Popovich, Dean of Administration.

University of Oregon—Dr. Robert D. Clark, President.

University of Oregon Medical School—Dean C. N. Holman.

University of Oregon Dental School—Dean L. G. Terkla.

Portland State University—President Gregory B. Wolfe; Mr. W. T. Lemman, Vice President for Business and Finance; Mr. Robert Low, Vice President for Administration; Mr. Carter Stanley, Budget Officer.

Oregon College of Education—President L. W. Rice.
Southern Oregon College—President James K. Sours; Mr. D. E. Lewis, Dean of Administration.

Eastern Oregon College—President A. M. Rempel.

Oregon Technical Institute—President W. D. Purvine.

Others—Mrs. Maxine Warnath, Assistant Professor of Psychology at Oregon College of Education, representing the American Association of University Professors Federation; Mr. Gilbert Polanski, Field Representative, Oregon State Employees Association; Mr. Howard Rankin, Bond Attorney; Mr. Vernon Osborn, Associate Superintendent, Department of Education; Dr. Robert D. Peck, Assistant Director, Educational Coordinating Council; Mrs. Lois McGill, Chairman, Interinstitutional Faculty Senate; Mrs. Kay Barnes, Oregon State Vocational Rehabilitation.

Student Representatives—Mr. Iain More, President, and Mr. Larry Salmony, Vice President, Associated Students of the University of Oregon; Miss Linda Duke, ASUO Senator; Mr. Steve Barnes, Graduate Student, University of Oregon; Mr. Scott Swope, Vice Chairman, and Mr. Doug Longhurst, Project Chairman, OSPIRG, Portland State University.

Mr. Layman reported that the bond attorneys had suggested that the first page of the minutes of the October 25, 1971, Board meeting be revised to include a specific reference to the fact that the meeting began at 9:00 A.M. Pacific Daylight Time rather than Pacific Standard Time. He indicated that a revised first page had been prepared and distributed.

The Board then approved the minutes of the October 25, 1971, Board meeting as previously distributed and amended.

The Chancellor reported that he had just returned from a meeting of the Executive Committee of the Western Interstate Commission for Higher Education at which activities of importance to the Oregon State System of Higher Education were discussed. He reviewed briefly the history of the organization and stated that it had grown substantially since its beginning in 1953.

The Chancellor reported that the Executive Committee had acted to include forestry and podiatry to the exchange programs. This would have some significance to Oregon, particularly for Oregon State University, because of the increased opportunity for students for other states in forestry to be supported in part by the sending states through WICHE. The Chancellor also noted that the support fees from sending states in medicine, dentistry, and veterinary medicine have been increased effective with year 1973-74 and that the net effect for Oregon will be a slight addition to income in excess of increased expenses for the WICHE student exchange program.
Annual WICHE membership fees for Oregon have been increased from $15,000 to $28,000 effective in 1973, and this increase will be presented to the 1973 Legislature.

The Chancellor commented that Oregon has several legislators and other state officials attending a legislative workshop which is sponsored as a biennial activity of WICHE.

Resolution in Memory of J. Herrifield

Mr. Layman said that the Board noted with sadness the death on December 11, 1971, of Mr. John Merrifield, a former Board member, who had served with four of the present Board members. He commented that Mr. Merrifield had been very active in state affairs and had maintained his deep interest in higher education after he left the Board of Higher Education. Mr. Layman then asked Vice President Snider to present the following resolution:

RESOLUTION

In Memory of John C. F. Merrifield

December 14, 1971

WHEREAS, John C. F. Merrifield, member of the State Board of Higher Education from 1961 to 1966 and long-time champion of the advancement of higher educational opportunity in Oregon, died on December 11, 1971; and

WHEREAS, the death of Mr. Merrifield is a great loss to the entire State of Oregon; and

WHEREAS, it is fitting that there be public recognition of Mr. Merrifield's tireless efforts in behalf of higher education; now, therefore

BE IT RESOLVED by the Oregon State Board of Higher Education, in regular session at Portland on December 14, 1971, as follows:

1. That members of the Board express deep respect and affection for the former Board member, and their sorrow upon his death.

2. That commendation be given for Mr. Merrifield's devoted service to this Board and for his activities with the University of Oregon Medical School Advancement Fund, the Oregon Foundation for Dental Research and Development, Colleges for Oregon's Future, and Friends of Higher Education.

3. That the citizenry of this State owe gratitude to Mr. Merrifield for his enthusiastic efforts, in both public and private life, to improve the scope and quality of educational opportunity for Oregon's citizens.
Meeting #400-4

4. That members of the Board express their sympathy to Mrs. Herrifield and other members of the family in their bereavement, and that a copy of the resolution be transmitted by the Secretary of the Board to Mrs. Herrifield.

Upon motion by Mr. Snider, the Board unanimously adopted the resolution as presented.

Resolution Commending the Chancellor

Mr. Layman said that the year 1971 marked the twenty-fifth anniversary of the association of Dr. Lieuallen with the State System of Higher Education. He said that the Chancellor had first come to Oregon College of Education in 1946 as Registrar and subsequently became the president of that institution. Mr. Layman also said that ten years ago this month Dr. Lieuallen had become Chancellor of the State System and served continuously since that time. Mr. Layman noted that every member of the Board had now been appointed more recently than the Chancellor. In recognition of this period of service, Mr. Layman requested Mrs. Johnson to present the following resolution:

RESOLUTION
Commending Chancellor R. E. Lieuallen

WHEREAS, in December 1961, this Board appointed Dr. R. E. Lieuallen as Chancellor of the State System of Higher Education in which capacity he has served continuously since that time; and

WHEREAS, Dr. Lieuallen had joined the State System in 1946 as Registrar at Oregon College of Education, subsequently serving as President until his appointment as Chancellor; and

WHEREAS, Dr. Lieuallen has received recognition both inside and outside of Oregon for his work as Chancellor, and has fulfilled with distinction his duties to this Board, the institutions, the legislature, other state agencies, and the public; and

WHEREAS, the members of this Board, all of whom have been appointed during Dr. Lieuallen's administration, have enjoyed working with him in the broad responsibilities which they share; now, therefore,

BE IT RESOLVED by the Board of Higher Education in regular session on December 14, 1971:

1. That Dr. Lieuallen be recognized for completion of 25 years of service to the State System, and commended especially for the decade during which he has fulfilled the duties of Chancellor with competence, integrity, and unfailing good humor; and

2. That best wishes be extended to Dr. Lieuallen for his professional career and personal satisfaction in the years to come.

Upon motion by Mrs. Johnson, the Board unanimously approved the resolution as presented.
Upon the recommendation of officials of Portland State University and the project architects, the work performed by the three principal construction contractors for Science II Building at Portland State University was inspected and accepted as of November 1, 1971, subject to the completion of a few minor items. The Vice Chancellor for Facilities Planning inspected the work on behalf of the Board, and a representative from the federal government was present inasmuch as federal grant funds were involved. A revised semifinal budget is shown below in comparison with the budget reported to the Board on July 21, 1969:

### Project Costs

<table>
<thead>
<tr>
<th>Direct construction costs:</th>
<th>Revised Budget 11/1/71</th>
<th>Original Budget 7/21/69</th>
<th>Increase or Decrease</th>
</tr>
</thead>
<tbody>
<tr>
<td>General work - Hoffman Construction Company, Portland</td>
<td>$3,963,506</td>
<td>$3,928,400</td>
<td>$35,106 (1)</td>
</tr>
<tr>
<td>Mechanical work - Harder Plumbing &amp; Heating, Inc., Portland</td>
<td>1,534,326</td>
<td>1,568,975 (34,649)</td>
<td>(2)</td>
</tr>
<tr>
<td>Electrical work - The Jaggar-Sroufe Company, Portland</td>
<td>495,178</td>
<td>476,003</td>
<td>19,175 (3)</td>
</tr>
<tr>
<td><strong>Total Direct Construction Costs</strong></td>
<td>$5,993,010</td>
<td>$5,973,378</td>
<td>$19,632</td>
</tr>
</tbody>
</table>

| Professional services fees (including studies of future science facilities, soil investigations, etc.) | 459,932              | 449,161                 | 10,771 (4)           |

| Furnishings and equipment                   | 260,000               | 260,000                 | -                    |

| Utility services (boiler and piping in Cramer Hall, primary electrical service distribution and sewer modifications) | 195,384              | 158,224                 | 37,160 (5)           |

| Construction supervision                    | 65,088                | 58,300                  | 6,788                |

| Landscaping                                 | 20,000                | 20,000                  | -                    |

| Physical Plant & miscellaneous costs        | 51,586                | 6,469                   | 45,117 (6)           |

| Contingencies                               |                       |                        |                      |
| **Total project costs**                     | $7,045,000            | $7,045,000              | $0                   |

### Source of Funds

| General Fund appropriation in Section 1, of Chapter 404, Oregon Laws 1967 (for architectural planning & related costs) | $284,000               | $284,000               | $0                   |

| General obligation bond borrowings issued under provision of Article XI-G of the Oregon Constitution | 4,381,110              | 4,699,042              | (317,932)            |

| Federal grant under Title I of Higher Education Facilities Act of 1963 (partial share) | 1,464,890              | 1,226,958              | 237,932              |
Self-liquidating bond borrowings
under provisions of Article XI-F(1)
of the Oregon Constitution (for
parking and food service facilities) and/or balances available
for auxiliary enterprises

<table>
<thead>
<tr>
<th>915,000</th>
<th>835,000</th>
<th>80,000</th>
</tr>
</thead>
<tbody>
<tr>
<td>$7,045,000</td>
<td>$7,045,000</td>
<td>$80,000</td>
</tr>
</tbody>
</table>

(1) Includes the addition of electrical manholes in S.W. Tenth Avenue and the pit for the electrical switchgear in the basement; the furnishing and installing of automatic resetting electric clocks and related connections to Science I; revisions to utility tunnel to meet specifications of City of Portland Bureau of Buildings; installation of departmental mail boxes; and other revisions incorporated within fourteen approved change orders.

(2) Includes the deletion of certain bid alternates from the contract; modifications to sprinkler system on lower level parking, and other revisions incorporated within four approved change orders.

(3) Includes the deduction of certain bid alternates from the contract; the addition of conduits from pit location to street level for new electrical load center; the addition of smoke detectors in stair towers; modifications to light fixtures in parking levels; the addition of street fire alarm box and related wiring to tie Science I to the City system.

(4) Includes professional services fees related to boiler and piping design of central facilities in Cramer Hall and higher-than-anticipated concrete testing costs.

(5) Bids received and contracts awarded on both the boiler and piping in Cramer Hall and the primary electrical distribution system projects were much higher than estimated; thus the increase.

(6) Includes revisions adjacent to corridors in Science I to tie in with pedestrian bridge; correcting fan speed and air balancing; and glazing in the pedestrian bridge.

(7) Subsequent to the report of bids and contract awards, the architects and contractors were able to make a more precise determination of costs applicable to food service and parking facilities within the building, resulting in a reduction of $80,000 in the amount of state funds (Article XI-G bond borrowings) with a corresponding increase in the share of the project costs to be financed from funds applicable to auxiliary enterprises.

Plans and specifications for Science II were prepared by Architects Campbell-Yost & Partners, Portland. The building is sited south of Science I and west of the Ione Plaza and contains six floor levels in addition to the sub-basement mechanical room. Two basement levels provide automotive parking for a total of approximately 196 vehicles. A pedestrian bridge across S.W. Mill Street connects Science II to Science I at the second floor level. The building is of reinforced...
concrete construction with some brick veneer, principally as the exterior finish of the eight vertical towers which provide structural support and accommodate the mechanical systems, including the fume hood exhaust system. Laboratories and other large teaching spaces are located within the central area of the top four floors, with smaller spaces, such as offices, seminar rooms, etc., grouped along exterior walls where ceiling heights were reduced to allow the installation of major mechanical systems between laboratory spaces and the vertical towers. The building is air conditioned. The site was acquired and cleared by the Portland Development Commission under the Urban Renewal program.

Based upon the adjusted gross area of approximately 213,933 square feet, which excludes the pedestrian bridge connection with Science I, the direct construction costs of $5,993,010 average about $28.01 per square foot. This figure is a composite of the facilities for science, automotive parking and food service.

RECAPITULATION UPON INSPECTION AND ACCEPTANCE

Project - PSU Science II
Architects - Campbell-Yost & Partners, Portland
Legislative authorization - Chapter 404, Oregon Laws 1967
Board's priority - No. 16 in 1967-1969
Approximate gross area - 213,933 square feet
Total project costs $7,045,000
Direct construction costs:
Total $5,993,010
Average (per square foot) - $28.01
Financing plan:
General Fund appropriation in Section 1 of Chapter 404, Oregon Laws 1967 (for architectural planning and related costs) $284,000
General obligation bond borrowings issued under provision of Article XI-G of the Oregon Constitution 4,381,110
Federal grant under Title I of Higher Education Facilities Act of 1963 (partial share) 1,464,890
Self-liquidating bond borrowings under provisions of Article XI-F(1) of the Oregon Constitution (for parking and food service facilities) and/or balances available for auxiliary enterprises 915,000
Total $7,045,000

Board Discussion and Action

The Board accepted the report as presented.
Report of Bids and Contract Award for College Center Alterations, OCE

In accordance with the program authorized by the Board on April 30, 1971, and by the State Emergency Board on September 24, the final plans and specifications for the College Center Alterations at Oregon College of Education were completed by Architects Lutes and Amundson and bids were received in Monmouth on November 2. As adjusted to include a bid alternate to extend primary electrical service underground, the quotations received from six contractors ranged from a low of $659,682 to a high of $731,721. Inasmuch as the low bid was within the direct construction cost allowance, a contract award was made and the following budget was approved for the project:

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Direct construction costs - C. A. Lantz Construction Co., Salem</td>
<td>$659,682</td>
</tr>
<tr>
<td>Professional service fees, including master planning and preliminary design of future addition to the College Center</td>
<td>89,059</td>
</tr>
<tr>
<td>Furnishings and equipment</td>
<td>81,000</td>
</tr>
<tr>
<td>Construction supervision and other Physical Plant costs</td>
<td>32,484</td>
</tr>
<tr>
<td>Contingencies (8% of direct construction costs)</td>
<td>52,775</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>$915,000</strong></td>
</tr>
</tbody>
</table>

Of the direct construction costs of $659,682, the portion relating to the remodeling of the building and fixed equipment, excluding site development costs, air conditioning and outside utilities, is estimated to be $477,752, averaging about $10.52 per square foot for the gross area of 45,414 square feet. The air conditioning system is sized to accommodate the major addition to the College Center for which legislative approval was requested but not obtained earlier this year.

The indicated total project cost of $915,000 for the remodeling corresponds with the expenditure limitation contained within Chapter 709, Oregon Laws 1971. Efforts will be made to conserve the contingency fund to the extent practical in order to reduce the final cost of the project. Funding is being provided from the proceeds of self-liquidating bonds issued under the provisions of Article XI-F(1) of the Oregon Constitution and from balances available for auxiliary enterprises.

The alterations work includes the following major components:

1. Conversion of the present dining room into a coffee shop. An outdoor terrace will be constructed on the west side of the building.

2. Conversion of the existing kitchen and service line into an enlarged "scramble" serving area and support kitchen.

3. Conversion of the present coffee shop on the main level to a lounge area.

4. The present small lounge area on the main floor will be incorporated within the principal concourse to provide additional exhibit and seating space.
5. A new corridor will be provided at the lower level by reducing the area of the loading dock in order to provide a direct connection between the present activity room and the new coffee shop.

6. The areas assigned to student publications will be relocated to the former college publication space, and a new darkroom will be provided. The resulting space will become a television viewing room and work/storage area.

7. The current bookstore area will undergo minor remodeling, and the current bulk food service storage for the dining area will be converted to an additional sales-storage area at the west end. The main entrance wall will be altered to provide more display space and a new entrance location.

Generally, as part of the work to be done in altering the College Center, interior spaces will be redecorated and some of the areas will be provided with new ceilings, lighting, floors and/or wall finishes. The building will be air conditioned and new primary electrical services will be provided underground. The chiller for the air conditioning system will be installed in a separate unit north of the existing building.

RECAPITULATION UPON RECEIPT OF BIDS AND CONTRACT AWARD

Project - OCE College Center Alterations
Architects - Lutes and Amundson, AIA, Springfield
Legislative authorization - Chapter 709, Oregon Laws 1971
Board's priority in 1971-1973 - No. 3 (Auxiliary Enterprises)
Approximate gross area (excluding about 500 square feet for chiller house) - 45,414 sq. ft.

Estimated total project cost $ 915,000
Estimated direct construction costs:
  Total (including site development and utilities) $ 659,682
  Total (building and fixed equipment) $ 477,752
  Average (per square foot) - $10.52

Tentative schedule:
  Contract Award - November 1971
  Completion - August 1972

Tentative financing plan:
  General obligation bond borrowings under provisions of Article XI-F(1) of the Oregon Constitution and/or balances available for auxiliary enterprises $ 915,000

Board Discussion and Action

The Board accepted the report as presented.
Report of Land Acquisition, SOC

Pursuant to authority granted by the Board, arrangements have been made for the acquisition of the Ide property located at 471 South Mountain Avenue, Ashland. The option price of $10,250 was in line with appraisals obtained by Southern Oregon College. The property consists of a lot containing approximately 10,000 square feet, improved with a small three-bedroom house and garage.

Inasmuch as the property is within the area designated for future parking, funds to finance the acquisition are being provided from proceeds from the sale of Article XI-F(1) bonds previously authorized.

Board Discussion and Action

The Board accepted the report as presented.

Allocation from Board's Physical Plant Rehabilitation Reserve, OTI

In accordance with the program discussed with the Board on October 25, 1971, when the report was made of the inspection and acceptance of the addition to the Library-Commons Building at Oregon Technical Institute, it was recommended that approximately $27,500 be allocated from the Board's reserve for physical plant rehabilitation and minor capital outlay to cover the estimated requirements for the purchase and installation of a movable sound-attenuated partition in the lecture hall. This would divide the space into two equal-size rooms, each having about 187 seats, for large classes, special instructional demonstration programs, conferences, faculty meetings, etc., thus increasing substantially the effective utilization of the new facilities.

Discussion and Recommendation by the Committee

In response to a question, Mr. Hunderup said that this project has the highest priority for the limited rehabilitation resources because of the critical shortage of classroom and laboratory facilities at Oregon Technical Institute.

The Building Committee recommended that the Board approve the recommendations as presented.

Board Discussion and Action

Mr. Hunderup reported that the bids had just been received by the Department of General Services and that the amount of $27,500 would cover the requirements.

The Board approved the recommendations as presented.
Planning for Oceanography Research Service Facilities, OSU

(Considered by Building Committee, November 23, 1971.)

Within the 1971-1973 capital outlay program reviewed and approved by the Board on March 9, 1971, was an item of $200,000 for proposed Oceanography Research Service Facilities at Oregon State University to be financed from gifts, grants, research overhead, etc. No state appropriated funds were anticipated for them. It was indicated that the facilities would consist of small, industrial-type buildings that would house machines, instrument repair, storage, shop, and a main sample laboratory for processing of marine sediments and rocks, thus providing back-up for grant-supported research operations on the campus in Corvallis.

Inasmuch as grant and research overhead funds in the total amount of $120,000 are currently available, and the Department of Oceanography needs to have certain portions of the facilities completed by the middle of March 1972, plans and specifications have been prepared by the Physical Plant Department so that construction bids can be solicited within the next few weeks.

The site of this service complex is east of Thirtieth Street, across from the Forest Research Laboratory, north of Western Avenue (also identified as the old Philomath Road). Consistent with the long-range development plan for the campus, an area of approximately 200 feet by 500 feet has been set aside for these industrial-type units. The work to be undertaken at this time would include two separate prefabricated metal buildings each containing a gross area of approximately 2,400 square feet. They would be used as a Core Laboratory and a Geophysics Laboratory. They would be of rigid steel frame construction on concrete floors and foundations and would have a pitched roof. Exterior surfaces would be of painted metal panels similar to an existing unit on the site. Interiors would be divided with gypsum wallboard finished wood frame partitions to provide offices, laboratories and storage rooms. Toilet facilities would be provided in each building. Heating would be accomplished with gas-fired warm-air furnace units. The project would also include the installation of chain-link fencing, a paved parking lot and some landscaping improvements.

Of the total budget of $120,000 for this development phase, it is estimated that the direct construction costs would be approximately $103,900. The portion thereof applicable to the buildings and fixed equipment, excluding landscaping and other site work, is expected to be about $84,900, averaging $17.69 per square foot.

Funds for the project would be provided from the following resources:

(a) Grant from the National Science Foundation (as part of the regular operating support for the Oceanography research program) - $ 50,000

(b) Indirect cost allowances from instructional and research contracts and grants:

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Departmental overhead</td>
<td>$34,000</td>
</tr>
<tr>
<td>Building use credits (to the extent required)</td>
<td>$36,000</td>
</tr>
<tr>
<td>Total</td>
<td>$120,000</td>
</tr>
</tbody>
</table>
It was recommended that the plans and specifications for the proposed Oceanography Research Service Buildings at Oregon State University be approved and that the appropriate Board officials be authorized to solicit bids and award construction contracts within a total budget of approximately $120,000 subject to the release of funds by the State Emergency Board as contemplated by Chapter 709, Oregon Laws 1971.

RECAPITULATION UPON THE COMPLETION OF PLANS AND SPECIFICATIONS

Project - OSU Oceanography Research Service Facilities

Engineering - OSU Physical Plant Department

Legislative authorization - Chapter 709, Oregon Laws 1971

Approximate gross area - 4,800 square feet

Estimated total project cost $ 120,000

Estimated direct construction costs:

Total (including sitework) $ 103,900
Total (excluding sitework) $ 84,900
Average (per square foot) - $17.69

Tentative schedule:

Contract award - December 1971
Completion - March 1972

Tentative financing plan:

Federal grant from National Science Foundation $ 50,000
Indirect cost allowances from instructional and research contracts and grants, including building use credits $ 70,000
Total $ 120,000

Discussion and Recommendation by the Committee

The Building Committee recommended that the Board approve the recommendations as presented.

Board Discussion and Action

The Board approved the recommendation as presented.

Upon the recommendation of officials of Oregon State University and Hewlett, Jamison & Atkinson, project architects, the work performed by the three prime contractors for the construction of the Administration Building was accepted as of October 28, 1971, subject to the completion of a few minor items. Inasmuch as the low-rise portion of the building was occupied earlier, the interior work for that section had been accepted as of August 31, 1971. The Vice Chancellor for
Facilities Planning inspected the work on behalf of the Board. A revised semifinal budget is shown below in comparison with the budget reported to the Board on January 26, 1970:

<table>
<thead>
<tr>
<th>Project Costs</th>
<th>Revised Budget 10/28/71</th>
<th>Original Budget 1/26/70</th>
<th>Increase or Decrease</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Direct construction costs:</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>General work - W. H. Shields</td>
<td>$2,283,954</td>
<td>$2,249,800</td>
<td>$34,154 (1)</td>
</tr>
<tr>
<td>Construction Co., Eugene</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Mechanical work - Temp Control</td>
<td>1,006,572</td>
<td>939,458</td>
<td>67,114 (2)</td>
</tr>
<tr>
<td>Corporation, Portland</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Electrical work - Ross Electric, Inc.,</td>
<td>$288,732</td>
<td>283,110</td>
<td>5,622 (3)</td>
</tr>
<tr>
<td>Corvallis</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Subtotal</td>
<td>$3,579,258</td>
<td>$3,472,368</td>
<td>$106,890</td>
</tr>
<tr>
<td><strong>Air conditioning</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total direct construction costs</td>
<td>$3,579,258</td>
<td>$3,532,008</td>
<td>$47,250</td>
</tr>
<tr>
<td><strong>Professional service fees</strong></td>
<td>261,004</td>
<td>252,773</td>
<td>8,231 (5)</td>
</tr>
<tr>
<td><strong>Electrical distribution modification</strong></td>
<td>7,500</td>
<td>7,500</td>
<td>0</td>
</tr>
<tr>
<td><strong>Furnishings and equipment</strong></td>
<td>207,000</td>
<td>207,000</td>
<td>0</td>
</tr>
<tr>
<td><strong>Construction supervision</strong></td>
<td>22,000</td>
<td>22,000</td>
<td>0</td>
</tr>
<tr>
<td><strong>Utility service connections</strong></td>
<td>33,000</td>
<td>33,000</td>
<td>0</td>
</tr>
<tr>
<td><strong>Physical Plant costs and miscellaneous expense</strong></td>
<td>40,238</td>
<td>32,579</td>
<td>7,659 (4)</td>
</tr>
<tr>
<td><strong>Contingency</strong></td>
<td>33,000</td>
<td>33,000</td>
<td>0</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>$4,150,000</td>
<td>$4,150,000</td>
<td>0</td>
</tr>
</tbody>
</table>

(1) Includes modifications to office layout in basement of both the low-rise and high-rise units; additional cabinet work in cashier's office area; modifications to office layout on sixth floor; corrections made to elevator room and machine rooms required by the State Bureau of Labor; and other revisions incorporated within twelve approved change orders.

(2) Includes air conditioning work which had been bid as an additive alternate; re-routing of storm sewer; mechanical work related to modifications of room layouts; extension of a water main and other revisions included within twelve approved change orders.

(3) Includes electrical work related to chiller and cooling tower for air conditioning; modifications related to room layouts; modifications to alarm system; and other revisions included within nine approved change orders.

(4) Incorporated within direct construction contracts by change orders following decision to abandon concept of area chiller within Library Addition.

(5) Includes portion of costs charged against the project budget for modifications to the primary electrical distribution system on the campus which were approved by the Board on April 30, 1971. The balance of the electrical service revision costs came from the budgets of the new Forestry Building, Library Building Addition, Bloss and Arnold Halls and Central Heating Plant Boiler.
Plans and specifications for the Administration Building were prepared by Architects Hewlett, Jamison & Atkinson (formerly Hewlett and Jamison) of Portland. The new building is located adjacent to the MacAlexander Field House (Armory) on the southwest corner of Jefferson Street and Fifteenth Avenue. The low-rise portion of the building contains basement basement and two floor levels and accommodates such departments as the Registrar's Office, Business Office, Placement Office, Director of Housing and the Controller's Office. The remainder of the building is a high-rise, multilevel structure, initially with six floors of occupancy, plus basement, and has provision for vertical expansion of additional floors at some future date. This section accommodates the President, Vice President for Research and Graduate Studies, Dean of Administration, Dean of Students, Dean of Faculty, Director of Business Affairs, Director of Planning and Institutional Research and other administrative personnel. The tower portion of the building was designed for the lift-slab method of construction. Exterior walls feature precast concrete columns, brick veneer and fixed aluminum sash. The entire unit is air conditioned.

The direct construction costs of the building are estimated to be approximately $3,482,406, averaging about $27.31 per square foot for the gross area of 127,491 square feet. These amounts exclude $96,852 applicable to site preparation, utility services, roads, walks, landscaping, etc.

The total budget was $100,000 less than the expenditure limitation of $4,250,000 approved for the project by the 1969 Legislature. Except for $195,000 for the space allocated to the Director of Housing and his staff, which was financed from self-liquidating bonds under Article XI-F(1) of the Oregon Constitution and/or from balances available from auxiliary enterprises operations, the project was financed from state funds (a General Fund appropriation of $1,345,000 in Section 1 of Chapter 664, Oregon Laws 1969 and bond borrowings of $2,610,000 issued under the provisions of Article XI-G of the Constitution).

RECAPITULATION UPON INSPECTION AND ACCEPTANCE

Project - OSU Administration Building
Architects - Hewlett, Jamison & Atkinson, Portland
Legislative authorization - Chapter 664, Oregon Laws 1969
Board's priority - No. 1 in 1969-1971 (Educational and General Plant)
Approximate gross area - 127,491 square feet
Estimated total project costs - $4,150,000
Estimated direct construction costs:
  Total, including outside utilities and site work $3,579,258
  Total for building and fixed equipment only $3,482,406
  Average (per square foot) - $27.31
Financing schedule:

State funds -
- General Fund appropriation $1,345,000
- Article XI-G bonds $2,610,000
- Self-liquidating bond borrowings under Article XI-F(1) and/or auxiliary enterprises operations balances $195,000

Total $4,150,000

Board Discussion and Action

The Board accepted the report as presented.

Report on Budget Adjustment for Forestry Building Renovation, OSU

When a report was made to the Board on October 25, 1971, concerning the inspection and acceptance of work performed by the principal contractor involved with the remodeling of the old Forestry Building at Oregon State University, it was indicated that the total costs were expected to be approximately $82,000. Of this amount, $5,000 was budgeted for the fire sprinkler system which was to be bid and contracted separately.

Inasmuch as the bids received on November 30 for the sprinklers exceeded the budgeted allowance, and additional costs were incurred by the Physical Plant Department for engineering, construction supervision, and moving of the English and Psychology Departments, it was necessary to supplement the project budget by $6,636, making the total $88,636. Consistent with the action of the State Emergency Board that all expenditures for the project in excess of the $60,000 committed from the 1971-1973 capital outlay program would be financed from the operating budget, institutional officials have allocated the additional sum of $6,636 from the Building Maintenance account.

Board Discussion and Action

The Board accepted the report as presented.

Financing Plan for Animal Disease Research Isolation Facility, OSU

(Considered by Finance Committee, November 23, 1971.)

On March 10, 1969, the Board approved the schematic design for the proposed Veterinary Isolation Facility at Oregon State University, for which funds were being requested from the 1969 Legislature, and authorized the preparation of the design development phase of planning by the project architects. It was estimated that the total project cost would be about $870,000.

Although special legislation was introduced in the 1969 session to provide state funds for the planning and construction of the project, and it was endorsed by many organizations and individuals representing agricultural industries of Oregon, the facilities were not authorized during 1969-1971. As part of its budget report, however, the Ways and Means Committee recommended that the facilities be considered by the Board "for high priority in the next biennium."
The project was assigned Priority No. 17 in the listing of the 1971-1973 requests for state funds for the educational and general plant approved by the Board on December 8, 1970. Of the total budget of $1,110,000, the direct construction costs for the buildings and fixed equipment were estimated to be $596,405 (averaging about $33.31 per square foot), and the related site work, including utility service connections, was estimated at $316,963.

The project was authorized by the 1971 Legislature within the expenditure limitation of $1,110,000, as requested, but it was classified as an auxiliary enterprise rather than as a unit within the educational and general plant. Thus, in lieu of being financed from a General Fund appropriation or from bond borrowings under the provisions of Article XI-G of the Oregon Constitution, it was contemplated by the Legislature that the project, now identified as the Animal Disease Research Isolation Facility, would be financed from proceeds from the sale of bonds under the provisions of Article XI-F(1) of the Constitution.

Statutory provision for the self-liquidation of the bonds was contained within Chapter 688, Oregon Laws 1971, which stipulates that an amount not to exceed $100,000 shall be allocated annually from the Oregon Racing Commission Account into a special Higher Education Isolation Facility Bond Sinking Fund to provide for the payment of principal and interest on the bonds issued for this project.

Institutional officials are confident that it is the intent of the Legislature to appropriate such funds as may be required in each subsequent biennium for the maintenance and operation of the proposed facility. A portion of the operating budget requirements may be met from charges for diagnostic services, but the major source of revenue likely would be attained through invoicing the Agricultural Experiment Stations for services and expenses. For the first year of operation, the budget requirements are estimated to be $56,316.

The architects have been asked to revise the plans for the project to give effect to modifications proposed by the staff of the institution, including the new chairman of the Department of Veterinary Medicine, Dr. E. Edward Wedman. It is expected that these revised plans will be available for review with the Building Committee and other members of the Board within the near future. Meanwhile, it would appear desirable to develop a financing plan for these facilities so that the construction can be undertaken at the earliest opportunity.

It would appear that the provisions of Chapter 688, Oregon Laws 1971, stipulating that up to $100,000 annually from Racing Commission revenues for the payment of principal and interest constitute a grant that would allow the Board to determine "conservatively" that the building would "be wholly self-liquidating" under the terms of Section 2 of Article XI-F(1).

"Self-support" would be available from the payments by the Agricultural Experiment Stations for services provided at the Facility.
It was recommended that the Board determine that construction of the proposed Animal Disease Research Isolation Facility at Oregon State University be financed from proceeds from the sale of self-liquidating bonds under the provisions of Article XI-F(1) of the Oregon Constitution as contemplated by the 1971 legislative action.

Discussion and Recommendation by the Committee

The Finance Committee discussed the requirement that this building be self-sustaining and self-liquidating under the provisions of Article XI-F(1) of the State Constitution. It was indicated that the self-sustaining requirement includes the costs of heat, insurance, maintenance, janitorial service, and other physical plant operating costs. Budget requirements of $56,317 for the first year of operation include an amount of $35,000 for employees. Miscellaneous supplies of approximately $4,000 are included also, leaving a balance of slightly less than $20,000 for the actual operation of the building itself.

President MacVicar indicated that it would be expected that the Agricultural Experiment Station would be charged for the services and expenses of this building unless the Board directs otherwise, and that adequate funds are available to cover the costs for operation and miscellaneous expenses.

President MacVicar said there was a clear and explicit indication at the time this building was authorized that there would be operational costs which it was expected would be provided from all of the resources which support the research program in the field of animal health. This was stated before both the agricultural committee and the Joint Ways and Means Committee of the Legislature at the hearings on this particular building. He also commented that the diagnostic laboratory is self-sustaining in the strict sense of being auxiliary in character with fees charged to the users of the laboratory.

Mr. Mosser said that it seemed appropriate to proceed with the project with the understanding that it must be self-supporting and with the understanding also that it is not contemplated that this structure would be pooled with other auxiliary structures so that student building fees and dormitory rentals would become sources for its financing.

Mrs. Johnson said that in the past there had been some feeling that the self-liquidating and self-supporting concept should be used to cover other kinds of buildings. She was concerned that the Board, in approving this project, might be placed in a position that would lead to the renewal of the suggestion that general purpose buildings be built with XI-F(1) bonds. She said the present Board policy which distinguishes between general purpose buildings and those financed under XI-F(1) on a self-supporting and self-liquidating basis was a long-established policy.
Mr. Mosser said that the $100,000 is provided from a designated source related to the animal industry. Additional costs are to be paid through user fees and the general research operation. He said, in his opinion, this action would not commit the Board to finance classroom or other general purpose facilities from XI-F(1) bonding, if there were no designated source of funds. He said it might set a precedent for a similar research building financed from overhead on research grants.

Mr. Snider appointed Mrs. Johnson as the acting alternate member of the Committee.

The Finance Committee recommended that the Board approve the recommendations as presented.

Board Discussion and Action

The Board approved the recommendations as presented.

Report of Inspection and Acceptance of Recreational Facilities, UO

Upon the recommendation of University of Oregon officials and the project architects, the work performed by the contractor for the Recreational Facilities was inspected and accepted by the Vice Chancellor for Facilities Planning as of October 22, 1971, subject to the completion of a few minor items. A revised semifinal budget is shown below in comparison with the budget reported to the Board on December 8, 1970:

<table>
<thead>
<tr>
<th>Project Costs</th>
<th>Revised Budget 10/22/71</th>
<th>Original Budget 12/8/70</th>
<th>Increase or Decrease</th>
</tr>
</thead>
<tbody>
<tr>
<td>Direct construction costs - Howard Nelson Construction Co., Eugene</td>
<td>$550,196</td>
<td>$538,812</td>
<td>$11,384 (1)</td>
</tr>
<tr>
<td>Professional services fees, including soil investigations and model testing</td>
<td>44,364</td>
<td>43,256</td>
<td>1,108</td>
</tr>
<tr>
<td>Movable equipment</td>
<td>10,000</td>
<td>8,000</td>
<td>2,000</td>
</tr>
<tr>
<td>Site work, including landscaping</td>
<td>5,500</td>
<td>5,500</td>
<td>-</td>
</tr>
<tr>
<td>Construction supervision and other Physical Plant costs, including removal of inflatable building</td>
<td>19,940</td>
<td>18,268</td>
<td>1,672</td>
</tr>
<tr>
<td>Contingencies</td>
<td>-</td>
<td>16,164</td>
<td>(16,164)</td>
</tr>
<tr>
<td>Total</td>
<td>$630,000</td>
<td>$630,000</td>
<td>$ -</td>
</tr>
</tbody>
</table>

(1) Includes removal of substandard fill and replacement with gravel and additional concrete; modifying wood fencing material; changing the type of gutters; relocating a fire line; addition of chain link fence and gate; and other revisions within six approved change orders.

Plans and specifications for the Recreational Facilities were prepared by Architects Unthank-Seder-Poticha of Eugene. The site of the project is on the south side of Fifteenth Avenue, directly east of the existing Physical Education Building. The facilities are close to the main dormitory complex, the intramural track and other activity areas. They
include eight enclosed and ventilated handball courts of regulation size, designed for possible alternate use for squash, and nine covered tennis courts.

The handball courts were constructed with tilt-up concrete walls having a smooth concrete interior surface, pre-cast concrete roof and hardwood flooring. They are located at the east side of the project, thus permitting the future construction of eight additional courts to the south which would tie into planned future facilities for physical education to the east. The roof area may be made available in the future for activities such as volleyball, badminton, etc.

The nine tennis courts are lighted for night use but not heated. They are placed side by side with an east-west orientation and are covered by a slanted slat roof of fabricated plywood members supported by wood trusses on wood columns. The courts have a finished concrete playing surface. They are arranged for possible multi-purpose use for a number of other physical education and recreation programs including volleyball, basketball, dances, etc. Rest room facilities are provided.

The gross area of the facilities is approximately 67,000 square feet. The direct construction costs of $550,196 average about $8.21 per square foot. Of the total budget requirements of $630,000, state funds of $25,000 were provided from a General Fund appropriation in Chapter 664, Oregon Laws 1969, and $25,000 from bonds issued under the provisions of Article XI-G of the Oregon Constitution. The balance was provided from $145,000 of student building fees and $435,000 from excess sinking fund reserves from student housing.

**RECAPITULATION UPON INSPECTION AND ACCEPTANCE**

Project - UO Recreational Facilities

Architects - Unthank-Seder-Poticha, Eugene

Legislative authorization - Emergency Board (June 19, 1970)

Board's priority in 1969-1971 - Part of No. 14 (Educational and General Plant) and No. 29 (Auxiliary Enterprises)

Estimated gross area - 67,000 square feet

Total estimated project cost $630,000

Estimated direct construction costs:

<table>
<thead>
<tr>
<th>Total</th>
<th>$550,196</th>
</tr>
</thead>
<tbody>
<tr>
<td>Average (per square foot) - $8.21</td>
<td></td>
</tr>
</tbody>
</table>

Financing plan:

State funds:

- General Fund appropriation in Chapter 664, Oregon Laws 1969 $25,000
- Article XI-G bonding 25,000

Balances available for auxiliary enterprises:

- Commingled student building fees 145,000
- Excess sinking fund reserves from student housing 435,000

$630,000
Board Discussion and Action

The Board accepted the report as presented.

Upon the recommendation of University of Oregon officials and the project architect, the work performed by the contractor for alterations to certain "undesigned" and "unfinished" spaces within the Science Building, Second Addition, was inspected and accepted by the Vice Chancellor for Facilities Planning as of October 21, 1971, subject to the completion of a few minor items. A revised semifinal budget is shown below in comparison with the budget reported to the Board on March 9, 1971:

<table>
<thead>
<tr>
<th>Project Costs</th>
<th>Revised Budget 10/21/71</th>
<th>Original Budget 3/9/71</th>
<th>Increase or Decrease</th>
</tr>
</thead>
<tbody>
<tr>
<td>Direct construction costs - Byron Nelson Construction Co., Eugene</td>
<td>$240,358</td>
<td>$210,534</td>
<td>$29,824 (1)</td>
</tr>
<tr>
<td>Professional services fees</td>
<td>24,036</td>
<td>21,053</td>
<td>2,983</td>
</tr>
<tr>
<td>Furnishings and equipment</td>
<td>69,900</td>
<td>74,000</td>
<td>(4,100)</td>
</tr>
<tr>
<td>Construction supervision and miscellaneous costs</td>
<td>5,706</td>
<td>16,387</td>
<td>(10,681)</td>
</tr>
<tr>
<td>Contingencies</td>
<td>16,526</td>
<td>10,526</td>
<td>(10,526)</td>
</tr>
<tr>
<td>Subtotal</td>
<td>$340,000</td>
<td>$332,500</td>
<td>$7,500</td>
</tr>
<tr>
<td>Amount reserved for elevator within Computing Center Addition</td>
<td>-</td>
<td>7,500</td>
<td>(7,500) (2)</td>
</tr>
<tr>
<td>Total</td>
<td>$340,000</td>
<td>$340,000</td>
<td>$0</td>
</tr>
</tbody>
</table>

(1) Includes the re-routing of hot water lines and services; modifications to ductwork; the provision and installation of duct heaters; modifications to doors, fittings, intercom and nitrogen apparatus; the installation of a computer cable; the moving of an exhaust fan; and other revisions incorporated within sixteen change orders.

(2) Although the post-bid budget had anticipated savings of approximately $7,500 which might be applied for the installation of an elevator within the recent addition to the UO Computing Center, a companion project financed from NSF grant funds, it was necessary to encumber these resources for some of the work authorized by change order on this alterations contract.

Plans and specifications for the Organic Chemistry and Molecular Biology Spaces were prepared by Architect William Burnett of Eugene. The work involved alterations to approximately 5,476 square feet within the second and third floors of the Science Building, Second Addition, to provide additional laboratories, offices, conference rooms and related services spaces for the Institute of Molecular Biology and for Organic Chemistry. All of the funds required were provided from the Science Improvement Grant approved by the National Science Foundation.
RECAPITULATION UPON INSPECTION AND ACCEPTANCE

Project - UO Alterations to Science Building, Second Addition, for Organic Chemistry and Molecular Biology Spaces

Architect - William B. Burnett, Eugene

Legislative authorization - State Emergency Board (November 19, 1970)

Board's priority - Portion of No. 24 in 1969-1971 (Educational and General Plant)

Approximate net area completed - 6,476 square feet

Estimated total project cost $340,000

Estimated direct construction costs $240,358

Financing plan:
- Grant from National Science Foundation $340,000

Board Discussion and Action

The Board accepted the report as presented.

Report of Sale of Pennell Property, UO

At the December 10, 1969, Board meeting, the Board authorized the sale of real property at 541 East 12th Avenue, Eugene, at a minimum price of $12,000. The property was obtained by bequest from the estate of Ellen M. Pennell.

The prospective purchaser at the time of the Board action subsequently lost interest. Recently, additional interest was evidenced and the University obtained updated appraisals indicating the value to be $13,000, and public advertising was activated. In response to the advertisement, two bids were received, one at $13,150 and one at $13,501. A Land Sale Contract with A & R Lumber Sales, Inc., has been entered into at the $13,501 amount, the essential features being that the purchaser paid $4,000 down and is paying the balance in quarterly installments of at least $360, including interest on the unpaid balance at the rate of 8-1/2 percent interest, in addition to maintaining insurance and paying the real estate taxes accruing on the property.

Board Discussion and Action

The Board accepted the report as presented.
Financing the Rededication of John Straub Hall, UO

(Considered by Finance Committee, November 23, 1971.)

The Board acted at its October 25 meeting to rededicate John Straub Hall from its use as a residence hall to use for general educational operations (faculty and other offices, laboratories, and instructional use).

ORS 351.460 says, in part, "where such...buildings...are...rededicated so that a transfer from one subfund to another is appropriate, the moneys received shall be credited to the appropriate subfund."

The John Straub Hall rededication appears to fall in this category. The University of Oregon, however, lacks any resource from which to provide funds for such a transaction.

There are several alternatives possible:

1. To make no payment (which would have the effect of increasing charges to residence hall occupants on other campuses).
2. To seek legislative authorization and appropriation for the purchase of the building.
3. To authorize the use of student building fees during the current biennium for annual payment of the debt service allocable to that portion of John Straub Hall available for general educational operations. The amount involved is estimated to be $51,000 per year.

The latter alternative seems appropriate to the current situation.

For the long-run, however, it was recommended that the Board consider a basic policy like that of the first alternative. On the assumption that it is the Board's responsibility to seek the highest and best use of all of the buildings of the several institutions, the rededication of a residence hall or other auxiliary enterprise building is a policy decision that is appropriate for the Board to make. The Board must consider the fiscal implications of each such decision and there may be occasions or conditions that would justify seeking legislative appropriation or other measures to reimburse "the appropriate subfund." It is not clear that reimbursement is always necessary or desirable.

It was suggested that the more permanent policy could well call for:

1. Adherence to the "highest and best use" principle.
2. Payment to the fund involved, if the building or facility is less than 30 years old.
3. Payment to be based on the amount of debt service that would otherwise be expected were the building or facility to continue to be used for its originally intended purpose.
4. Funds for payment to come from:
   
a. Legislative appropriation,

   b. Legislatively approved bond borrowings (requiring minimum of 50 percent match from General Fund appropriation),

   c. Institutional sources, or

   d. Student building fees.

   Either of the latter two might be by annual payments equal to the annual debt service thereon.

Discussion and Recommendation by the Committee

It was indicated that the financing of the rededication of John Straub Hall was closely related to another agenda item concerning debt service coverage for Article XI-F(1) bonds. The following points were brought out in the Committee discussion:

1. The income lost as a result of the reduction is probably in excess of $30,000. Some income is still being received from 27 dormitory spaces being used for residence hall purposes by the Newgate project and from some rooms used intermittently for VISTA trainees.

2. Income accounts may continue in Straub Hall for two to three years pending the availability of sufficient rehabilitation funds to convert the entire building to general use.

3. The University of Oregon operating budget should not be subsidized to the extent that it gets income from this structure, rather than directing the income to dormitory operations. It was indicated that any such income would automatically go back to the dormitory funds.

4. A student poll previously indicated that a few years ago students found this dormitory the most satisfactory dormitory unit at the University of Oregon.

5. Vacancies presently exist in University of Oregon dormitories, and University of Oregon officials consider that John Straub is economically a marginal building for that use. Mr. Mosser commented that the dormitory may have been considered as marginally acceptable for dormitory use by the University because the highest and best use for the structure has been envisioned differently by University officials.
of the biennium. No state funds have been received for physical plant maintenance and operation of the facility even though it is being used for academic purposes.

The Committee discussed whether action taken with respect to Straub Hall would require Emergency Board approval. Mr. Hunderup indicated that the rehabilitation of Straub Hall was included in the capital outlay program presented to the 1971 Legislature and would require approval of the Emergency Board before a contract award could be made for the remodeling project.

The Finance Committee recommended that the Board approve the third alternative to finance the relocation of John Straub Hall for general educational purposes. This would authorize the use of student building fees during the current biennium for annual payment of the debt service allocable to that portion of John Straub Hall available for general educational operations in an estimated amount of $51,000, less the amount of net income from that portion of the building used as dormitory rooms. (For further discussion, see Debt Service item on page 876.)

Board Discussion and Action

Mr. Mosser stated that the proposal to recommend the use of student building fees to replace the potential net dormitory earnings of Straub Hall in connection with its conversion to general University use was intended for the present biennium only. This would permit the legislature to review the financial implications of the conversion and rehabilitation of this building and at the same time avoid a sudden impact on either the dormitory rates or the general operating budget of the University of Oregon. A general policy statement will be discussed at a later meeting.

Mr. Hunderup indicated that the original docket item should be corrected to reflect his comments that the remodeling project would require Emergency Board approval. In response to a question he said that he had no reason to doubt that this approval would be received unless the present financial exigency would make approval impossible.

Mr. Hunderup also stated that those portions of the building which are not remodeled at this time will be used in their present condition. However, unheated areas of the building will not be used.

Mr. Mosser suggested that in the last sentence of the Finance Committee recommendation the words "after deducting" be changed to the word "less" and this change has been included in the above Committee recommendation.

President Layman said that Mr. Iain More, President of the Associated Students of the University of Oregon, had requested an opportunity to comment on the remodeling project. Mr. More made the following statements:
1. The recommended alternative for replacing potential dormitory earnings is reasonable as an interim policy but the use of student building fees should not necessarily become the ultimate policy to be followed in the replacement of potential earnings of dormitories to be converted to general use in the future.

2. A review of various housing records did not indicate that there had been any extensive investigation into alternative uses of Straub Hall except for hearings two years ago which were directed toward retaining it as a dormitory. Use of the building by the Division of Continuing Education had also been considered at one time.

3. Further clarification and long-term policy statements should be developed which would set forth the guidelines for reconversion or rededication of dormitories after 30 years of use.

4. Several factors should be considered in developing the policy for repayment between categories for the conversion of buildings, particularly from dormitory to general academic use. These include the following:

   (a) If the dormitories are transferred without compensation there will be little incentive to maintain the quality of the dormitories in order to encourage their use for student housing.

   (b) Capital facilities financed from student-generated revenues will be acquired for educational and general purposes.

   (c) The source of funds and the time of payment for the conversion price needs to be more specific.

   (d) Student building fees have not (generally*) been used previously to augment bond and debt service reserves, although this is permissible from a legal standpoint.

Mrs. Johnson commented that the entire issue of student building fees and separate categories for educational and general plant and other capital construction is complicated and not clear-cut. She said that the issue needed further study and a clarification of policy in terms of the present needs of the System and the financial situation. She also referred to the fact that user charges should be considered in connection with some of the facilities, particularly those for recreational purposes.

*The word "generally" has been inserted editorially to Mr. More's comment. The Board has previously approved use of student building fees to augment bond debt service reserves in connection with certain auxiliary activity construction projects at the Medical School and Portland State University.
In response to a question, Mr. More indicated that he would be opposed to user charges for recreational facilities. He also stated that his expressed concerns related only to the long-range policy for the use of student building fees and he did not object to the recommendation of the Finance Committee for the proposed rededication of a portion of Straub Hall during the current biennium.

The Board approved the recommendation as presented, including the revised wording. It was also understood that further consideration would be given to the long-term policy at a subsequent Finance Committee meeting.

(Considered by Building Committee, November 23, 1971.)

Mr. Hunderup indicated that prior to release for publication of the advertisement for bids for the construction of the Parking Structure on the University of Oregon Medical School campus, a letter had been received from the Department of Environmental Quality asking that the bids be deferred pending review of the effect of the 700-vehicle structure on the environment. The Chancellor responded with a request for prompt consideration of the review, and the bidding was deferred. As yet no response has been received to the letter, which was written early in November to the Department of Environmental Quality.

Mr. Hunderup indicated that it would be desirable to proceed with bidding as soon as possible because of the current favorable bid climate.

Discussion and Recommendation by the Committee

In response to a question, Mr. Hunderup indicated that it was his understanding that a hearing was held on October 29 with reference to this and another parking structure in the Portland metropolitan area. No notice of the hearing was received, but a representative of the University of Oregon Dental School faculty and the student body president appeared before the Commission at this hearing and spoke in opposition to the proposed structure.

Mr. Westerdahl stated that personnel in the medical profession are extremely important to society and that loss of their time can result in the loss of some of the gains which may have been made in increasing the supply of individuals in the medical profession.

In response to a question, Mr. Hunderup indicated that it would be possible to go to bid with a 60- or 90-day period for acceptance or rejection of the bids.

The Building Committee recommended that the Board approve seeking bids on the basis of a 60-day effective bid period, with the understanding that the Department of Environmental Quality would be notified of this action so that it could make its study immediately.

Board Discussion and Action

Mr. Mosser indicated that the staff had called for bids with the approval of the Building Committee and asked Mr. Hunderup to report
on further developments. Mr. Hunderup said that bids would be received on December 28. The project has been reviewed with Mr. L. E. Day, Director of the State Department of Environmental Quality, and he has requested some information prior to the awarding of a construction contract. This information will be provided within the immediate future, and it is anticipated that contracts can be awarded by late January.

The Board accepted the report as presented.

The Academic Affairs Committee met in regular session at 9:00 A.M. November 22, 1971, in Room 327, Smith Memorial Center, Portland State University. The following matters were considered, as indicated:

1. Faculty Records - Proposed Board Rules Governing Their Generation and Maintenance.

Discussion of this matter will be continued at the January 5, 1972, meeting of the Committee. The formal hearing by the Board on rules governing faculty records as required by the Administrative Procedures Act, originally scheduled for the December 14, 1971, meeting of the Board, will be scheduled for the January 24, 1972, meeting.

2. Southern Oregon College Request for Authorization To Offer BA Degrees in Spanish, French, and German and a Basic Norm Program in Speech Correction.

President Sours withdrew the Southern Oregon College request in order that the College might reassess the request in the light of the changing fiscal situation.

3. Policy Statement on Instruction in Personal Health

The Committee's recommendation is found on page 874 of this docket.


The Board's Office presented a draft statement covering the following matters:

a. Premises upon which the proposed objectives for the State System for the 1970's are based.


c. Policies of the Board of Higher Education vis-a-vis the concept of curricular allocations.

d. Proposed admissions policies for the 1970's.
The Committee briefly discussed the draft and asked that the Board's Office prepare the succeeding chapters which will speak to the Board's policies as to ultimate institutional size, student mix, and the role and function of each of the institutions in the State System during the 1970's.

**Committee Policy Regarding New Programs for 1972-73**

In the course of discussion, the Committee stated that because of the serious financial situation faced by the State of Oregon and the State System of Higher Education specifically, the Committee would expect that the institutions would be circumspect in deciding which, if any, proposals for new programs or new courses should be forwarded to the Board's Office. The Committee indicated that it would not favorably consider request for new program authorizations for 1972-73 except in those instances in which it could be demonstrated to the Committee's satisfaction that the requested program was urgently and critically needed by the institution to serve a substantial number of students who would be greatly disadvantaged if the program were not available, or unless it could be shown that the proposed program was a truly innovative approach to meeting a major instructional need. It was not the Committee's intent to say absolutely that no new program authorizations would be considered under any circumstances, but rather, to emphasize that the interests of the State System would not be well served if the impression is created among legislators and citizens generally that in the face of a financial emergency the State System is expanding its curricular offerings. Hence, only in circumstances like those cited above will the Board's Committee expect to give consideration to requests for new programs for 1972-73.

**Report of Meeting**

A complete report of the meeting, titled Report of the Meeting of the Committee on Academic Affairs, November 22, 1971, is submitted to the Board for designation as an integral part of the minutes of the December 14 meeting.

**Board Discussion and Action**

Mrs. Johnson commented that during the tenure hearings being held by the Committee on Academic Affairs, certain faculty members had been quite critical of the fact that they believed there had not been sufficient opportunity for faculty input. She said that every effort is being made to solicit the views, expertise and knowledge of the faculties. However, at some time a decision must be reached, and that decision will represent a compromise and obviously cannot be completely satisfactory to everyone.

Mrs. Johnson then called attention to the specific wording of the Committee policy statement regarding new programs so that there would be no possible misunderstanding of the intent of the Committee.

The Board accepted the report as presented.
Policy Statement on Instruction in Personal Health

(Considered by the Committee on Academic Affairs, November 22, 1971.)

At the July 6 meeting of the Committee on Academic Affairs, held in Portland, the Committee considered a report prepared by the Board’s Office, entitled Study of Desirability of System-Wide Undergraduate Degree Requirements in Area of Personal Health.

The Committee, and subsequently the Board, accepted the report, but there was no action insofar as a statement of the Board’s views and attitudes as to the feasibility of system-wide undergraduate degree requirements in the area of personal health. Members of the Committee asked that the Board’s Office draft for their consideration a statement on the subject which would reflect the views of Committee members as they were expressed at the July 6 meeting of the Committee.

The Committee has considered the statement prepared by the Board’s Office and, accordingly, by a vote of two to one, Mr. Holmes voting no, recommended to the Board of Higher Education that, in accepting the report on the system-wide study of instruction in personal health education, requested by the Board in action approved July 27, 1970 (Minutes of Meeting #387, p. 501), it affirm the following:

1. That effective health practices are basic to effective living – both in a personal and a social sense.

2. That effective health practices are learned.

3. That major emphasis on health education ought to be upon personal health and the responsibility of the individual for protecting and promoting his own health and the health of others.

4. That the Board expects that institutions of the State System will in some systematic way make available to their students effective, up-to-date instruction in health education; that each institution will, by whatever means seems most promising to the institution, seek to ensure that students graduating from the institution have acquired the health knowledge basic to sound and effective health practices; that the means employed by the institution to achieve this end will be open to periodic review by the Board.

Board Discussion and Action

Mr. Mosser said that he expected to vote against the motion because he disagreed with statements in the fourth point. He said the statement "that the Board will make available instruction..." should be balanced with the resources of the institution for all of its other programs. He said the statement "seek to insure that students graduating from the institution have acquired the health knowledge basic to sound and effective health practices;" was too great a dictation of curriculum.
Mr. Snider moved that the language in item four be changed to read "that the Board encourage the institutions of the State System in some systematic way to make available to their students effective, up-to-date instruction in health education; that each institution may, by whatever means seems most promising..."

Mrs. Johnson said that in her opinion, the amended language would place the Board in conflict with its own previous action. The wording as originally presented by the Committee is consistent with previous action and with the Board's responsibility.

Mr. Westerdahl said that he would support the amended language in item four so that the requirement for instruction in personal health would be permissive and not mandatory.

Mr. Holmes said that he would oppose either the original or the amended statements because they are a step in the direction of the Board's establishing curricula and he is very much opposed to any action which would do this. Further, he said the adoption of the motion might violate the rights of a small minority of persons such as those of the Christian Science faith.

Mr. Corey indicated he would favor the original motion because the amendment would change the very purpose of the recommendation at a time when he believed the Board should come out with a strong program in the field of personal health.

Mr. Joss favored the amendment because, in his opinion, the original statement was more paternalistic than was necessary and the institutions are in the best position to determine their own instructional needs in this field.

Mr. Stewart favored the stronger language of the original agreement because he has found that many individuals have a lack of knowledge about health and their own bodies. Mr. Westerdahl commented that such an instructional program would be more beneficial in the elementary or high schools.

The Board voted on Mr. Snider's amendments to make the establishment of programs voluntary with the institution. The motion was defeated. The Board then voted against the main motion as recommended by the Committee. The motion was defeated by a vote of two in favor to six opposed.

Mrs. Johnson said she changed her vote from a favorable one to a negative one solely for the purpose of reconsidering this program at a later time. She said that she feels very strongly that the proposed program pertained to the aims and objectives of the State System because it legitimately involves the development of personal potential which is directly related to health.
Confirmation of Institutional Degree Lists
In accordance with Board regulations, Mr. George H. Layman represented the Board at the 1971 Summer Commencement exercises of the University of Oregon and acted for the Board in approving candidates for degrees and diplomas. The signed copies of the list of approved candidates are on file in the Board's Office.

Board Discussion and Action
The Board confirmed the action of Mr. Layman in approving candidates for degrees and diplomas.

Condition of Board's Unappropriated Fund

CONDITION OF BOARD'S UNAPPROPRIATED FUND AND SPECIAL RESERVES
As of December 14, 1971, for the Fiscal Year Ending June 30, 1972

I. Board's Unappropriated Fund

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Balance reported as of October 25, 1971</td>
<td>$45,069.00</td>
</tr>
<tr>
<td>Less: Amount approved at the October meeting for participation in Malheur Environmental Field Station</td>
<td>$14,783.00</td>
</tr>
<tr>
<td>Balance estimated as of December 14, 1971</td>
<td>$30,286.00</td>
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</table>

II. Board's Reserve for Plant Rehabilitation

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Balance reported as of October 25, 1971</td>
<td>$326,668.00</td>
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<tr>
<td>Less: Docket item for proposed expenditure on Oregon Technical Institute lecture hall project</td>
<td>$27,500.00</td>
</tr>
<tr>
<td>Balance estimated as of December 14, 1971</td>
<td>$299,168.00</td>
</tr>
</tbody>
</table>

Note: The docket item concerning budget reductions for year 1971-72 includes a recommendation for use of $155,148 of rehabilitation reserves to offset underrealized fee income for year 1971-72. Approval of that item will reduce the rehabilitation reserve to $144,020.

Board Discussion and Action
The Board accepted the report as presented.

Debt Service Coverage for Bonds
(Considered by Finance Committee, November 23, 1971.)

Presentation to Committee by Board's Office
The Board has repeatedly addressed itself to the question of the financing of auxiliary enterprise projects. It has consistently sought policies which were:

1. Fiscally prudent; and
2. Fair to students using the residence halls, student centers, parking facilities, etc.
Fiscal prudence has required careful attention to the continued marketability of bond issues. This, in turn, has required that there be adequate debt service reserves and conservative estimates of revenues and student building fees to assure that payments of interest and principal can be made without recourse to a statewide property tax (or direct state appropriation).

The desire to be fair is reflected in Board policies requiring that certain categories of auxiliary enterprise (residence halls, married student housing, cooperatives and parking) be self-supporting from net revenues. Generally used facilities (health services, student centers, recreation facilities) are usually financed from fees charged all students, principally the $10 per term building fee.

During recent years, a series of modifications in policy have been made in response to changes in standards of fiscal prudence, changes in student housing preferences, and because of a number of special circumstances. These factors have led to the conclusion that the Board should review its present policies and consider possible further changes. The present considerations include:

1. The declining patronage of residence halls (emphasizing the need for minimal room charges).

2. The proven acceptability to bond buyers of the Board's policy (adopted on February 18, 1969) requiring annual net income from projects constructed thereafter from the proceeds of XI-F(1) bonds equal to 100 percent of the annual debt service.

3. The prospect that most additions to student housing facilities in the foreseeable future will be provided through private enterprise.

4. The need for a policy relating to recommendations for conversion of residence halls to general educational purposes.

Current Policies

Board policy on the matter of debt service coverage is summarized in Administrative Rules 70.135 (Capacity To Finance Auxiliary Enterprise Projects) and 71.220 (Charges for Use of Buildings; Rate; Disposition of Receipts--a recitation of ORS 351.170). These Rules establish the following principles:

1. XI-F(1) projects to be self-liquidating and self-supporting

   a. Conservatively estimated

   b. From revenues, gifts, grants and building fees

   c. Generally calculated separately for each category of auxiliary enterprise
d. Except for single student housing, separately calculated for each institution.

2. Reserves and revenues for debt service

a. A two-year debt service reserve established for each new project before bonding is authorized (and maintained during the period of indebtedness).

(1) For new residence halls, the reserve is created from the Residence Hall Sinking Fund reserves of the institution, supplemented from the consolidated student building fees, if necessary.

(2) For other projects, the reserve is created from balances on hand from similar operations, supplemented by building fees, if necessary.

b. Requirement that estimated annual net revenues and/or student building fees exceed annual debt service by approximately 28 percent (diminishing eventually to 25 percent, as noted hereafter).

c. Consolidation of student building fees collected at all institutions to be applied to certain debt service needs.

3. Allocation of earnings

a. Debt service for all revenue-producing enterprises (such as student housing and parking facilities) to be supported primarily from users' fees and charges, supplemented under certain circumstances by student building fees.

b. Required net earnings from residence halls at each institution, after deducting interest earnings on investments of the Higher Education Bond Building and Sinking Funds and certain other forms of current income, are determined by ratio of replacement value of its residence halls and related food service facilities to the replacement value of all such buildings at all institutions.

c. For married student and cooperative housing, debt service requirements are to come from earnings in each category at each institution, after deducting related interest earnings.

d. Debt service on health service centers, student centers, and recreation facilities is provided principally from student building fees, supplemented by related interest earnings and other miscellaneous current income.
e. Total earnings required include amounts to cover:

1. Annual debt service plus 28 percent;

2. Direct costs; and

3. Indirect costs for heat, utilities, repairs, insurance and grounds maintenance.

4. **Student building fees**

The student building fee ($10 per term), authorized by ORS 351.170 (2), is deposited in the Building Bond Sinking Fund. It produces approximately $1.5 million per year. By Board action on October 25, 1965, (see AR 70.135) the fees from all institutions are treated as a single pool. The fees are to be applied:

a. To debt service on bonds issued for health services, student centers, and recreation facilities;

b. With Chancellor approval, for architectural/engineering planning and to meet debt service on other auxiliary enterprise projects (but housing and parking are to "avoid the use of student building fees" and, in the case of housing, "only (under) exceptional or emergency circumstances.") The parenthetical clause was modified by the Board on February 18, 1969, as far as the UOMS-DS women's residence hall is concerned and for parking facilities, if debt service would require "an unreasonable charge."

c. With Board approval

1. For construction of auxiliary enterprise facilities (AR 70.125).

2. "To finance educational and general capital outlays" (AR 70.135).

**Policy Issues and Alternatives**

The foregoing outline of present Board policy identifies several propositions which may deserve reconsideration. These would be:

1. **The two-year reserve**

The establishment, prior to bonding authorization, of a two-year debt service reserve for each new project is a practice which is typical of bond issues for self-liquidating public projects. Although we might experiment with a one-year reserve, the risks appear to be greater than should be considered at this time. The total amount of the reserve as of July 1, 1971, was $9,176,878, of which $5,524,030 related to residence halls. All outstanding bonds were sold subject to the Board's two-year reserve policy.
2. Net earnings equal to 128 percent of annual debt service

Board policy (AR 70.135) has four parts:

- for bonds sold prior to May 6, 1963 150%
- for bonds from May 6, 1963, to February 18, 1969 125%
- for bonds since February 18, 1969 100%
- composite average to be no less than 125%

The composite average has dropped from 140 percent in 1969 to 128 percent for 1971-72. As an illustration, the debt service requirement for residence halls in 1971-72 is estimated to be $2,752,253. At 128 percent, the amount to be earned is $3,522,884 (28% = $770,631). However, estimated interest earnings on investments of Sinking Fund accounts, Building Fund accounts, and building repairs and equipment reserves, debt service grants from DHUD, and real property rental receipts total $847,000. This leaves a required net earnings from residence hall operations of $2,675,884. Thus, residence hall residents are actually being looked to for only 97.2 percent of debt service in 1971-72. The probability, however, is that interest earnings in succeeding years will be somewhat lower because the Sinking Fund accounts are expected to be diminishing in size, which would require future increases in earnings from student charges.

In identifying the policy issues and alternatives, there is one basic consideration that must be dealt with first. This is the question of the necessity of continuing to require the 125 percent and 150 percent earnings relating to bonds issued prior to February 18, 1969. Board policy at the time of those prior bond issues was quite specific. It is, therefore, doubtful that it would be prudent to depart from the present "declining percentage" policy, except perhaps for the 125 percent "floor."

The second issue relates to the manner of computing net income. Present policy allows application of interest earnings, etc., as well as user charges and "student building fees where applicable" (e.g., UONS-DS women's residence). One possible alternative to present practice might be to provide that residence hall charges should be set at rates which would earn 100 percent of annual debt service. To this would be a proviso that the required additional earnings (28%) could come from interest earnings, debt service grants, miscellaneous receipts, etc., and from student building fees, if required.

A third issue has to do with the present practice in determining the earnings requirement of each institution. The present policy is to apportion earnings requirements in proportion to the replacement value of the various residence
halls and related food service facilities. Alternatives would be: in proportion to the number of residents; in proportion to original cost of designed capacity; or in proportion to a System-wide average cost or replacement value per designed unit. Original cost is not now used because it would appear to benefit the institutions with the largest portion of older facilities. On the other hand, replacement cost tends to penalize those institutions. There is no clear and easy alternative but "true cash value," determined perhaps at five-year intervals, would be an alternative to "replacement value" (now based on Restoration Fund policies). The procedure would involve some expense in making appraisals.

3. Use of student building fees

The cornerstone of present policy is that the student building fees are treated as a System-wide resource. No change in this policy was recommended. The alternative would be to limit the use of the fees to the institution at which they are collected.

The Board may wish to consider whether building fees should be used more extensively in relation to the 128 percent earnings requirement for residence halls.

The Board may also wish to consider the use of building fees as a source for payment to the auxiliary enterprise Sinking Fund when an auxiliary enterprise building is rededicated to general educational use.

Recommendations

The following policy recommendations were offered for Committee consideration and action. In accord with Committee recommendation and Board action, revision of the Administrative Rules would be undertaken for subsequent review and public hearing.

1. Reaffirmation of the two-year debt service reserve requirement.

2. That residence hall charges be set not higher than required to achieve net earnings therefrom equal to 100 percent of the annual debt service.

3. Continuation of the requirement that annual net earnings for each category of auxiliary enterprise be based on a declining percentage of annual debt service but with a minimum of 100 percent, in lieu of the present minimum of 125 percent.

4. That each institution's share of the total annual debt service on residence halls and related food service facilities be based on the proportion of the true cash value residence halls and related food service facilities bear to the "true cash value" of all such buildings. The values of existing buildings would be subject to re-examination at five-year intervals.
5. That uses of student building fees be administered under present policies, except that fees would be available:

   a. To supplement the net earnings of residence halls in achieving the earnings required by commitments related to pre-1969 bond issues.

   b. To provide payment to auxiliary enterprise Sinking Fund accounts when an auxiliary enterprise building is rededicated to general educational use.

Discussion and Recommendation by the Committee

The Committee discussion centered around the following financial and policy considerations, with particular reference to student residence halls:

1. When dormitories become debt-free, after approximately 30 years of use, should the students living in the dormitories have the advantage of this or should the dormitories then become State System assets and be either continued in dormitory use or converted to academic and general use if the latter use appears to be more important to the institution?

2. If a dormitory, after 30 or more years of occupancy by student residents, is rededicated to academic and general use, should an annual amount equal to the potential net earnings of the building, if it had continued to be occupied by student residents, be transferred from some source to the reserve for dormitory bond redemption? The effect of such a transfer of funds would be to make it possible to hold dormitory board and room charges to students occupying dormitories at a lower level than would otherwise be possible. The argument advanced in support of this policy was that every effort should be made to keep dormitory board and room charges at the lowest possible level, especially during the current biennium, 1971-1973.

3. Or, in contrast to the policy suggested in 2., above, should the building which has been in use as a student residence hall for 30 or more years and then has been converted to general use, be considered as a general asset of the institution and the State System, with no transfer of funds in lieu of discontinued earnings to the dormitory bond redemption fund. The argument advanced in support of this policy was that if there were no longer sufficient student demand to provide occupants for the dormitory, it could not be expected to produce earnings.

4. If amounts in lieu of dormitory earnings are to be transferred to the dormitory bond reserve when an older dormitory building is converted to academic and general use, from what source should the transfer of funds be made? Possible sources suggested were funds in the general operating budget of the institution concerned or the student building fees which are commingled for all institutions.
5. In the past, commingled student building fees have not been used to augment bond redemption reserves, except in the following particular instances where such use was approved by the Board: at the University of Oregon Medical School in connection with the nurses dormitory, the cafeteria and parking facilities; and at Portland State University in connection with parking facilities. Generally, except for the particular situations referred to above, the sources of money for the bond redemption reserve have been net earnings of auxiliary activities, such as student residence halls and parking facilities, federal interest subsidies, interest earnings from deposits of bond redemption reserve funds, and miscellaneous income sources.

6. It was pointed out that under present circumstances, when dormitory occupancy and dormitory earnings have declined from the levels of previous years at some institutions, it appears that it may be necessary either to increase board and room charges to students living in the dormitories, or to use other funds, such as the commingled student building fees to augment the bond redemption reserves in order to maintain the bond reserves at the two-year coverage level. It was indicated that in years when net earnings from dormitories and other auxiliary activities, plus interest earnings from reserve funds, were sufficient to maintain the bond reserves at the two-year level, no transfers from student building fees would be required; and in good-earning years, it might be possible to return to the student building fees funds which had been previously provided to augment the bond reserve fund.

7. Regarding the use of student building fees to augment bond reserves, it was mentioned that two other factors should be considered:

a. Building fees are paid by all students; but some students do not live in residence halls or use automobile parking facilities. Considering this fact is it equitable to require funds from all students to subsidize, in effect, the services provided some of the students in dormitories and parking facilities?

b. If the managers of auxiliary activities, such as dormitories and parking facilities at the institutions are assured that any deficiency in net earnings will be made up in the bond redemption reserve by transfers from student building fee funds, will they have the proper incentive to put forth their best management efforts?

Chairman Mosser indicated that he would like to have the Board reaffirm the policy of maintaining the two-year bond reserve and also reaffirm the policy of meeting the commitment to the bond holders at the contemplated level of funds from auxiliary activity earnings or other sources. The present average for this commitment is 128 percent debt service coverage from annual earnings (or other sources).
It was agreed by the Committee members that further time was needed for the study of the bond debt service reserves and the effect of maintaining these reserves at each of the institutions; and that further consideration will be given to this topic at a subsequent meeting of the Finance Committee.

Board Discussion and Action

Mr. Mosser, Chairman of the Finance Committee, said that the only recommendations the Committee was bringing to the Board were:

Item 1, shown on page 881.
Item 3, shown on page 881.

He said also that another important objective of the Board should be to find a way of charging students for such items as dormitory room and board charges or automobile parking services in amounts not greater than 100 percent of the aggregate amounts needed annually for debt service on the bonds outstanding on self-sustaining auxiliary activity facilities.

Mr. Westerdahl noted that the requirements set forth in Committee recommendations 1 and 3 were already Board obligations and did not appear to need Board approval again. Mr. Mosser indicated that he thought it would be advisable for the Board to reaffirm both of the objectives represented in items 1 and 3, especially No. 3, which calls for a declining ratio of auxiliary activity earnings, in relation to annual amounts required, for bonded debt service, from a minimum of 125 percent to a minimum of 100 percent.

In response to a question from Mrs. Johnson as to the proposed sources of funds to provide annual earnings to go into the bond service reserves, Mr. Mosser said these would come:

1. from net earnings of dormitories and other self-sustaining auxiliary activities;
2. from interest on deposits of bond reserve funds;
3. from federal interest subsidies and other sources.

Mr. Mosser said it was his hope that in the future the charges to students for dormitory room and board and other auxiliary services might be equal to even less than 100 percent of the aggregate amount required for debt service. He said the difference between the amounts obtained from student service charges and 100 percent debt coverage might be made up from interest earnings and the other sources of income referred to above. He said by following this procedure, it might be possible to avoid increases above the present rates of charge to students for dormitory board and room and other charges to students for auxiliary services.
Vice Chancellor Holmer indicated that increases in rates of charge to students for dormitory room and board and for other auxiliary services might be required in the future, because of unavoidable increases in operating costs such as increases in wage rates, increases in cost of food and supplies and increases in other operating costs.

Mr. Mosser moved that the Board approve items 1 and 3 of the Committee recommendations, which were as follows:

1. Reaffirmation of the two-year debt service reserve debt requirement.

3. Continuation of the requirement that annual net earnings for each category of auxiliary enterprise be based on a declining percentage of annual debt service but with a minimum of 100 percent, in lieu of the present minimum of 125 percent.

The Board approved the above recommendations. Items 2, 4 and 5 of the staff recommendations to the Finance Committee were not approved by the Board. It was understood that further consideration will be given at future meetings of the Finance Committee to the subject of debt service coverage for Article XI-F(1) bonds outstanding.

Prior to the 1971 summer session, tuition charges for the summer term were set at all campuses at the levels of the gross tuition and fees charged resident undergraduates and graduates during the immediately receding academic term at the three universities. Since tuition levels were higher at the three universities during the academic year, tuition levels were increased at the three colleges for the summer term. Board policy provided for a gradual reduction and elimination of these tuition differentials during the 1967-1969 and 1969-1971 biennia. The summer term tuition charge in the 1971 summer session was, as a result, the same as that charged during regular terms of the academic year at all campuses. Reduced incidental fees, health fees, and building fees during the summer term permitted the Board to retain greater shares of the total fee collected per student than during regular terms. Variations in the incidental and health fees charged (and the services provided) by the institutions during the summer term resulted in slightly different net collections from the various campuses. It is noted that nonresident tuition is not charged during summer session. A change in this policy is not recommended at this time.

The new tuition and fee structure adopted by the Board for the 1971-72 academic year provides for uniform tuition to be collected at each institution but allows for variations in total tuition and fees as a result of differences in the fees assessed (and services provided) on the several campuses.
It was recommended that the Board set tuition and fees for the 1972 summer session at the rates charged to residents and graduate students during other terms of the 1971-72 academic year at each of the institutions. Incidental and health service fees are to reflect the reduced levels of service in summer programs. The building fee is recommended at $4 per term, as in the 1971 summer session (other academic year terms: $10).

Discussion and Recommendation by the Committee

The Finance Committee recommended that the Board approve the recommendation as presented.

Board Discussion and Action

Chairman Mosser of the Finance Committee stated that in the past the summer school tuition and fees have been set at the same total as during the preceding academic quarters, although they were not allocated in the summer session in the same way as during the academic year. He said that during the summer session the portion of the fees allocated to student incidental fee and to the student building fee had been less than allocated during the academic year, because of differences in program activities during the summer. Mr. Mosser moved that instead of approving the Committee recommendation as stated above, the Board set tuition and fees for the 1972 summer session at the rates charged to residents and graduate students during the spring term of the 1971-72 academic year at each of the institutions.

Mr. Joss asked why the reference to the incidental, health service and building fees was omitted in Mr. Mosser's motion. Mr. Mosser replied that the Board needs to see what its budget policies will be during year 1972-73; and that if the Board decides to use building fees as part of the bond redemption reserve fund, the full summer building fee might be needed for that purpose. Mr. Mosser said also that the effects of the present wage and price freeze on the component parts of the summer fee may need to be considered before allocations are made.

He indicated that for those reasons his motion was concerned only with the total fee charge for the 1972 summer session.

The Board approved Mr. Mosser's motion as stated above.

1971-72 Budget Adjustments

(Considered by Finance Committee, November 23, 1971.)

Enrollments at the colleges and universities for year 1971-72 have been tentatively recorded at 46,933 3-term FTE compared with an original budget plan for 48,566 FTE. The tuition and fee income estimated for year 1971-72 in support of the Education and General Services budget has been reduced by $983,000 as the result of the underrealized enrollments.
The tentative budget reductions reviewed on November 23, 1971, have been revised to reflect Finance Committee recommendations. The Chancellor recommended the following budget adjustments:

<table>
<thead>
<tr>
<th>Institution</th>
<th>Reduction</th>
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<tbody>
<tr>
<td>University of Oregon</td>
<td>$181,969</td>
</tr>
<tr>
<td>Oregon State University</td>
<td>218,855</td>
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<tr>
<td>Portland State University</td>
<td>176,436</td>
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<td>Oregon College of Education</td>
<td>23,914</td>
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<tr>
<td>Southern Oregon College</td>
<td>85,000</td>
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<tr>
<td>Eastern Oregon College</td>
<td>65,000</td>
</tr>
<tr>
<td>Oregon Technical Institute</td>
<td>(increase) 13,000</td>
</tr>
<tr>
<td>University of Oregon Medical School</td>
<td>16,221</td>
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<tr>
<td>University of Oregon Dental School</td>
<td>5,812</td>
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<tr>
<td>Centralized Activities</td>
<td>17,645</td>
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<tr>
<td>Reserve for Rehabilitation Projects</td>
<td>155,148</td>
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<tr>
<td>Board's Funds (available from correction of initial allocation to OCE)</td>
<td>50,000</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>$983,000</strong></td>
</tr>
</tbody>
</table>

**Discussion and Recommendation by the Committee**

1. That the Board approve the budget adjustments listed above, to be applied to year 1971-72 with no provision for deferral to year 1972-73.

2. Each institution and Centralized Activities will share in the reduction.

3. Reductions at Southern Oregon College and Eastern Oregon College are to be modified to avoid excessive damage to programs at those institutions (modifications have been made in the above listing).

4. To the extent possible, program reductions are preferable to across the board savings. Reductions are to be made with the long-range impact in mind.

5. A detailed plan of budget adjustments is to be prepared by the institutions and submitted to the Chancellor. A report on the adjustments is to be presented to the Finance Committee on January 6, 1972.

**Board Discussion and Action**

During the Board discussion, Mr. Holmer indicated that the last five reductions shown in the list were basically corrections of earlier errors in making the distribution at the beginning of the fiscal year.

Mr. Mosser said that the Finance Committee anticipated that the reductions would be implemented by the institutions without further authority from the Board because of the time deadlines and the need to make necessary adjustments as quickly as possible.
Mr. Stewart asked if the three major schools were being penalized because of their foresight in anticipating the need to adjust budgets. It was indicated that the larger schools were not being penalized by an increase in their reduction in order to ease the problem in the smaller schools because the funds were coming from a different source.

Mr. Corey commented that the amount of the reductions was not proportional to the differences in enrollments and asked if this had been considered by the Finance Committee.

Mr. Mosser responded that the institutions had been asked to suggest the best way to solve the financial problem within their program and budget limitations without doing permanent damage to either the morale or program of the institution.

The Board approved the recommendations as presented.

Budget Policies (Considered by Finance Committee, November 23, 1971.)

Budget Policies for Year 1972-73 (Revised following discussion with Finance Committee on November 23, 1971.)

The budget for Education and General Services for Year 1972-73 reflects a disparity of approximately $5.3 million between available resources and continuation of services approved by the 1971 Legislature. Budget savings and workload adjustments have already been applied to reduce the disparity to $4.3 million. Finance Committee recommendations to deal with the remainder were as follows:

1. Enrollment projections of 50,518 3-term FTE students were accepted, subject to review of possible transfers from the Division of Continuing Education to Portland State University and the impact of a new community college on Southern Oregon College.

2. No tuition increases were recommended by the Finance Committee. Mr. Westerdahl's motion, to restore $4 per term effective winter term 1972, failed, but the Committee agreed to refer the issue to the full Board at the December meeting.

3. Allocation of academic salary adjustment funds will be deferred.

4. Institutional savings which exceed the amount necessary to balance the budget for 1971-72 will be carried forward as an institutional resource for year 1972-73.

5. Federal funds of $500,000 will be included as a tentative resource for year 1972-73.

6. Institutions are to present a tentative budget plan for review at the January 6, 1972, Finance Committee meeting, to provide an opportunity for Board members to assess the impact of program and budget reduction recommendations.
Committee action produced the following estimated resources to fund fiscal year 1972-73:

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>State General Fund Appropriation</td>
<td>$65,235,582</td>
</tr>
<tr>
<td>State Emergency Board Reserve for Higher Education</td>
<td>1,364,122</td>
</tr>
<tr>
<td>Tuition and Other Income</td>
<td>27,902,385</td>
</tr>
<tr>
<td>Federal Funds</td>
<td>500,000</td>
</tr>
<tr>
<td><strong>Total Estimated Resources</strong></td>
<td><strong>$95,002,089</strong></td>
</tr>
</tbody>
</table>

Board Discussion and Action

Mr. Mosser said that Mr. Westerdahl wished to present a minority report opposed to the recommendations of the Finance Committee.

Mr. Westerdahl said that he agreed with all of the Finance Committee recommendations with the exception of two. He pointed out that the Board policy with respect to tuition had been fluctuating at nearly every meeting as a result of factors beyond the control of the Board. He said that, in his opinion, it was necessary to start forecasting expected developments and adopt tuition and budget policies on that basis so there would be some stability.

Mr. Westerdahl said that the following factors should be considered in making a policy decision on tuition:

1. There is a real likelihood that Congressional action is going to restore retroactive salary increases to faculty members.

2. The cigarette tax is likely to be defeated in January.

3. It is even more likely that initiative petitions will be successful to put on the ballot legislative action with respect to linking state tax rates and federal tax rates and the voters then voting for the measure which will reduce their taxes.

4. It is very possible that the enrollment forecasts for next year will be faulty to the same degree as those for this year and therefore income from that source may not be realized.

5. Certain funds are held by the Emergency Board and may not be released, particularly if any of the above factors do materialize.

6. If a special legislative session is called, it is very probable that there will be a further cut in the higher education budget.

Mr. Westerdahl said that the Board should act responsibly by increasing tuition immediately so that there will be an impact on others also to act responsibly. He said that he had discussed the tuition increase with a number of legislators and did not get the impression that they would feel the Board was flaunting legislative intent by increasing tuition at this time.
Mr. Westerdahl commented further that the Board had made a declaration of financial exigency which might result in the removal of tenured faculty members. He said that those faculty members might have very strong legal grounds to contest their removal if the Board had not exercised every responsible option in maximizing revenue.

Mr. Westerdahl said that the fiscal situation will probably be even more serious next year, and for that reason, and because of the desire to stabilize tuition for the remainder of the biennium, he was recommending action on the $4 increase. Mr. Westerdahl then moved that tuition be increased by $4, effective with the 1972 winter term.

Mr. Mosser responded that retroactive salary increases will not affect the Board's budgets directly since these funds have been frozen and are not in the budgets now. Presumably, they would be released if retroactive payments are permitted. He said the cigarette tax and the initiative petition are definite uncertainties but action on the tuition increase could eliminate student interest in the outcome.

Mr. Mosser said that even though the enrollment forecasts may not be accurate, the possibility of adjustments will be built into the budget by using conservative estimates and providing for flexibility in filling positions on a permanent basis. Further, he said that two factors which had an impact on enrollments this year will be less likely to affect them during the coming year. These are removal of much of the draft pressure and the probability that the state of the economy will be no worse than during the present year.

Mr. Mosser reminded the Board that the legislature had stipulated that every possible cut and adjustment should be made before increasing tuition and had also limited the increases to the rate established in July 1971. He said it is vital for the institutions to face the financial problems and make adjustments without using the last resource which would be available if either the failure of the cigarette tax or the initiative petition further reduces the Board's resources.

Mr. Mosser said that Mr. Westerdahl's purpose to stabilize tuition for the remainder of the biennium is unrealistic, particularly if either of the tax measures has a further impact on the budget.

Mr. Iain More said that students would consider it unfair to have tuition lowered fall term and raised again winter term, especially in view of their efforts during the special legislative session which he believed were instrumental in avoiding the proposed $2 million cut in the higher education budget. He also said that the tuition increase would reduce the efforts of students to pass the cigarette tax.

Mr. Corey and Mr. Stewart indicated that they were not in favor of raising tuition at the present time.
Mrs. Johnson pointed out that the $4 tuition increase was not actually an increase but a restoration of the tuition level previously adopted by the Board for this year. However, she said she was concerned that the Board not be in a position where there was no possibility of further student and parent support. Before utilizing this last resource she would prefer to have every possible economy made and the tuition increase used only at the point where essential services to students would have to be cut.

Mr. Westerdahl closed by saying that the institutions would still be faced with making substantial budget cuts even if the $4 increase were approved effective winter term.

The Board then voted against Mr. Westerdahl's motion to increase tuition by $4, effective winter term 1972. Mr. Westerdahl voted for the motion.

Later in the meeting, the Chancellor stated that continuing the present level of tuition rates through the biennium would reduce the Board's resources by $600,000 below that which he had assumed was contemplated by the Board last September when the tuition was reduced by $12 for 1971-72. He urged the Board to consider at an early date establishing tuition levels which would retain the level of resources rather than reducing it by an additional $600,000.

Mr. Mosser said that it would be appropriate to discuss this matter in connection with the budget for 1972-73 but that there were so many uncertainties that he would hesitate to make a decision until some of them were resolved. In discussing this question, it was indicated the Board would like clarification of the development of the tuition changes in connection with the $600,000 reserve for work study funds.

In response to a question as to the latest date a decision must be reached with respect to the Chancellor's statement on the $12 tuition for next year, the Chancellor said it should be made prior to the Emergency Board meeting in late January or early February.

Administrative Rule 41.320 provides that "The appointment of an academic staff member with indefinite tenure will not be terminated for reasons other than for cause, except for financial exigency" and that "Before the appointment of any academic staff member on indefinite tenure can be terminated for financial exigency, a bona fide determination will be made by the institutional executive that such financial exigency does in fact exist, and that no funds are in fact available for the payment of compensation for the position concerned." Termination of a staff member without indefinite tenure "for financial exigency" shall receive the "maximum notice possible."
The readjustments of the 1971-72 annual budget and the review of the preliminary budget allocations to the institutions for 1972-73 clearly portray a fiscal circumstance that must be dealt with in substantial part by reductions in program and staff. Prudent institutional management requires the establishment of priorities and the planning for program and staff reductions in accord with those priorities. In the present fiscal situation, institutional determination of program priorities may require the termination of some tenured staff members, as well as the termination of some staff members without indefinite tenure. The Board should expect such program and staff reductions to be made in keeping, so far as practicable, with its Rules relating to terms of employment and tenure.

It is crucial that it be understood by all concerned that the phrase "no funds are in fact available for the payment of compensation for the position concerned" must be read in the context of the program priorities recommended by the institution and the Chancellor and approved by the Board in its adoption or modification of an annual budget. The Board's responsibility for effective management of the institutions requires it to define the role and mission of the institutions and statewide services, including the budgetary allocations for the component activities required in achieving the defined roles and missions.

It was recommended, therefore, that the Board declare that, for the fiscal years ending June 30, 1972, and June 30, 1973, a financial exigency does in fact exist in the Department of Higher Education and that a finding by an institutional executive that a financial exigency exists at his institution shall be supplemented by detailed studies defining program and staffing priorities and establishing equitable criteria for the identification of staff members to be terminated.

**Board Discussion and Action**

In response to a question concerning the necessity for a system-wide declaration of financial exigency and its relationship to similar declarations at each institution, Mr. Mosser indicated there were several purposes. The system-wide declaration states that the emergency is for two years and also supports the separate declarations by the institutions. In addition, some central staff may be affected.

Mr. Westerdahl said that by declaring this to be a system-wide problem, there is an opportunity to set system-wide priorities and perhaps cut entire programs rather than reducing all programs to a point where they approach mediocrity in educational services.

Mr. Joss emphasized that increased faculty productivity and improved management efficiency are essential from both the fiscal and program points of view.

Mrs. Johnson said that the meaning of quality education must be defined in some substantive terms so that the legislature can be given a more detailed picture of the faculty workload and the specific courses and programs being offered.

The Board approved the recommendations as presented.
The Vice Chancellor for Administration reported that at 9:00 A.M., Pacific Standard Time, on December 14, 1971, sealed bids were received, pursuant to an advertisement authorized by the Board of Higher Education at its regular meeting on October 25, 1971, for the proposed sale of $3,000,000 State of Oregon, State Board of Higher Education Building Bonds, Series 1972 A. Present were Mr. James C. George, Investment Officer of the State Treasury Department, and Mr. Howard A. Rankin of Shuler, Rankin, Myers, Walsh & Ragen, Bond Attorneys. 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>
<thead>
<tr>
<th>Name of Bidder</th>
<th>Designated Maturities</th>
<th>Interest Rate</th>
<th>Total Cost</th>
<th>Add Discount</th>
<th>Effective Interest Rate</th>
</tr>
</thead>
<tbody>
<tr>
<td>1982</td>
<td>5.20%</td>
<td>$2,687,686.25</td>
<td>4.74227%</td>
<td></td>
<td></td>
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<tr>
<td>1983</td>
<td>4.10%</td>
<td>$2,650,069.40</td>
<td>4.7817%</td>
<td></td>
<td></td>
</tr>
<tr>
<td>1984</td>
<td>4.20%</td>
<td>$2,650,069.40</td>
<td>4.7817%</td>
<td></td>
<td></td>
</tr>
<tr>
<td>1985</td>
<td>4.30%</td>
<td>$2,650,069.40</td>
<td>4.7817%</td>
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<td></td>
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<tr>
<td>1986</td>
<td>4.40%</td>
<td>$2,650,069.40</td>
<td>4.7817%</td>
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<tr>
<td>1987</td>
<td>4.50%</td>
<td>$2,650,069.40</td>
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<tr>
<td>1988</td>
<td>4.60%</td>
<td>$2,650,069.40</td>
<td>4.7817%</td>
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<tr>
<td>1989</td>
<td>4.70%</td>
<td>$2,650,069.40</td>
<td>4.7817%</td>
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<tr>
<td>1990</td>
<td>4.75%</td>
<td>$2,650,069.40</td>
<td>4.7817%</td>
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<td></td>
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<tr>
<td>1991-1992</td>
<td>4.80%</td>
<td>$2,650,069.40</td>
<td>4.7817%</td>
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<tr>
<td>1993-1996</td>
<td>4.90%</td>
<td>$2,650,069.40</td>
<td>4.7817%</td>
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<tr>
<td>1997-1998</td>
<td>5.00%</td>
<td>$2,650,069.40</td>
<td>4.7817%</td>
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<tr>
<td>1999-2001</td>
<td>4.00%</td>
<td>$2,650,069.40</td>
<td>4.7817%</td>
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<tr>
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<td></td>
<td></td>
</tr>
<tr>
<td>1993-1997</td>
<td>5.00%</td>
<td>$2,650,069.40</td>
<td>4.7817%</td>
<td></td>
<td></td>
</tr>
<tr>
<td>1998-2001</td>
<td>4.00%</td>
<td>$2,650,069.40</td>
<td>4.7817%</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>
Meeting #400-49

Name of Bidder | Designated Maturities | Interest Rate | Total Coupon Interest Cost | Add Discount | Total Aggregate Interest Cost | Effective Interest Rate
---|---|---|---|---|---|---
Morgan Guaranty Trust Co. and Associates | 1974-1982 | 6.00% | | | | 
| 1983 | 5.40% | | | | 
| 1984 | 4.30% | | | | 
| 1985 | 4.40% | | | | 
| 1986 | 4.50% | | | | 
| 1987 | 4.60% | | | | 
| 1988 | 4.70% | | | | 
| 1989 | 4.75% | | | | 
| 1990 | 4.80% | | | | 
| 1991-1992 | 4.90% | | | | 
| 1993-1998 | 5.00% | | | | 
| 1999-2001 | 4.00% | $2,672,252 | $59,611 | $2,731,863 | 4.8202% |

Following the reading of the bids, the Vice Chancellor for Administration indicated that the most favorable bid was that of Halsey, Stuart & Co., Inc., Merrill Lynch, Pierce Fenn & Smith Incorporated, Smith, Barney & Co. Incorporated, Continental Illinois National Bank & Trust Co. of Chicago, and Associates, with a total aggregate interest cost of $2,687,686.25 and an effective interest rate of 4.74227 percent per annum. He also stated that the bonds were to be in denominations of $5,000.

It was recommended that the bid of Halsey, Stuart & Co. Inc., Merrill Lynch, Pierce Fenn & Smith Incorporated, Smith, Barney & Co. Incorporated, Continental Illinois National Bank & Trust Co. of Chicago, and Associates be accepted on roll call vote.

It was moved by Director Westerdahl that the bid of Halsey, Stuart & Co. Inc., Merrill Lynch, Pierce Fenn & Smith Incorporated, Smith, Barney & Co. Incorporated, Continental Illinois National Bank & Trust Co. of Chicago, and Associates be accepted. The President of the Board stated that it had been moved 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 Corey, Johnson, Joss, Mosser, Snider, Stewart, Westerdahl, and Layman.

Those voting no: None.

The President of the Board thereupon declared said motion duly adopted by a vote of eight affirmative and no negative. Mr. Holmes was absent at the time of the roll call vote.

It was recommended that the following resolution be adopted:
BE IT RESOLVED that the THREE MILLION DOLLARS ($3,000,000) STATE OF OREGON, STATE BOARD OF HIGHER EDUCATION BUILDING BONDS, SERIES 1972 A, sold at $98.02 on the 14th day of December, 1971, be issued to bear date the 15th day of January, 1972; to bear interest at the rate of 6.00 percent per annum for the bonds of the issue maturing on April 15, 1974 to 1981 inclusive, at the rate of 5.20 percent per annum for the bonds of the issue maturing on April 15 of the year 1982, at the rate of 4.10 percent per annum for the bonds of the issue maturing on April 15 of the year 1983, at the rate of 4.20 percent per annum for the bonds of the issue maturing on April 15 of the year 1984, at the rate of 4.30 percent per annum for the bonds of the issue maturing on April 15 of the year 1985, at the rate of 4.40 percent per annum for the bonds of the issue maturing on April 15 of the year 1986, at the rate of 4.50 percent per annum for the bonds of the issue maturing on April 15 of the year 1987, at the rate of 4.60 percent per annum for the bonds of the issue maturing on April 15 of the year 1988, at the rate of 4.70 percent per annum for the bonds of the issue maturing on April 15 of the year 1989, at the rate of 4.75 percent per annum for the bonds of the issue maturing on April 15 of the year 1990, at the rate of 4.80 percent per annum for the bonds of the issue maturing on April 15 of the years 1991 to 1992 inclusive, at the rate of 4.90 percent per annum for the bonds of the issue maturing on April 15 of the years 1993 to 1996 inclusive, at the rate of 5.00 percent per annum for the bonds of the issue maturing on April 15 of the years 1997 to 1998 inclusive, at the rate of 4.00 percent per annum for the bonds of the issue maturing on April 15 of the years 1999 to 2001; 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 October 25, 1971, and that both the principal of and interest upon the bonds be paid at 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 October 25, 1971 meeting; 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 October 25, 1971 meeting; and

BE IT FURTHER RESOLVED that the October 25, 1971 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 of the Board and the Vice Chancellor for Administration in connection with the issuance and sale of the said bonds, including the notice of bond sale and its publication in Oregon on November 22, 1971, and November 29, 1971, be and they hereby are fully approved, ratified, and confirmed.
BE IT FURTHER RESOLVED that functions of the Secretary of the Board in preparing and providing of transcript material, and other actions relating to the bond issue shall be performed by the Secretary of the Board or by the Assistant Secretary of the Board; and correspondingly, functions of the Vice Chancellor for Administration shall be performed by the Vice Chancellor for Administration or by the Controller.

It was moved by Director Westerdahl that the above resolution be adopted. The President of the Board stated that it had been moved that the above resolution be approved.

On roll call vote the Board voted on the adoption of the motion as follows: Those voting yes: Directors Corey, Johnson, Joss, Mosser, Snider, Stewart, Westerdahl, and Layman.

Those voting no: None.

The President of the Board thereupon declared said resolution duly adopted by a vote of eight affirmative and no negative. Mr. Holmes was absent at the time of the roll call vote.
Acceptance of Bid for $5,500,000 State of Oregon, Community College and Education Center Bonds, Series 1972

The Vice Chancellor for Administration reported that at 9:00 A.M., Pacific Standard Time, on December 14, 1971, sealed bids were received, pursuant to an advertisement authorized by the Board of Higher Education at its regular meeting on October 25, 1971, for the proposed sale of $5,500,000 State of Oregon, Community College and Education Center Bonds, Series 1972. Present were Mr. James C. George, Investment Officer of the State Treasury Department; Mr. Howard A. Rankin of Shuler, Rankin, Myers, Walsh & Ragen, Bond Attorneys; Mr. Vernon H. Osborn, Associate Superintendent, Oregon Board of Education. The bonds were to be sold at not less than par value thereof. Bids received for the bonds were as follows:

<table>
<thead>
<tr>
<th>Name of Bidder</th>
<th>Designated Maturities</th>
<th>Interest Rate</th>
<th>Total Coupon Interest Cost</th>
<th>Deduct Premium</th>
<th>Total Aggregate Interest Cost</th>
<th>Effective Interest Rate</th>
</tr>
</thead>
<tbody>
<tr>
<td>Lynch, Pierce</td>
<td>1985</td>
<td>5.50%</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Fenner &amp; Smith, Incorporated</td>
<td>1987</td>
<td>4.50%</td>
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<tr>
<td>Smith, Barney &amp; Co. Incorporated</td>
<td>1989</td>
<td>4.75%</td>
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</tr>
<tr>
<td>Continental Illinois</td>
<td>1991-1992</td>
<td>4.80%</td>
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<td></td>
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<td></td>
</tr>
<tr>
<td>National Bank &amp; Trust Co. of Chicago, 1993-1996</td>
<td>4.90%</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>and Associates</td>
<td>2001-2002</td>
<td>5.00%</td>
<td>$5,235,270</td>
<td></td>
<td>$5,235,270</td>
<td>4.8657%</td>
</tr>
<tr>
<td>City Bank,</td>
<td>1986</td>
<td>4.60%</td>
<td></td>
<td></td>
<td></td>
<td></td>
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<tr>
<td>Bankers Trust</td>
<td>1987</td>
<td>4.50%</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Company, Kuhn,</td>
<td>1988</td>
<td>4.60%</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Loeb &amp; Co.,</td>
<td>1989</td>
<td>4.70%</td>
<td></td>
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<td></td>
</tr>
<tr>
<td>Weeden &amp; Co.,</td>
<td>1990</td>
<td>4.80%</td>
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</tr>
<tr>
<td>Incorporated,</td>
<td>1991-1992</td>
<td>4.90%</td>
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<td></td>
</tr>
<tr>
<td>Harris Trust &amp; Savings Bank,</td>
<td>1993-2000</td>
<td>5.00%</td>
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</tr>
</tbody>
</table>
Following the reading of the bids, the Vice Chancellor for Administration indicated that the most favorable bid was that of Halsey, Stuart & Co. Inc., Merrill Lynch, Pierce Fenner & Smith Incorporated, Smith, Barney & Co. Incorporated, Continental Illinois National Bank & Trust Co. of Chicago, and Associates, with a total aggregate interest cost of $5,188,220 and an effective interest rate of 4.8220 percent per annum. He also stated that the bonds were to be in denominations of $5,000.

It was recommended that the bid of Halsey, Stuart & Co. Inc., Merrill Lynch, Pierce Fenner & Smith Incorporated, Smith, Barney & Co. Incorporated, Continental Illinois National Bank & Trust Co. of Chicago, and Associates be accepted on roll call vote.

It was moved by Director Westerdahl that the bid of Halsey, Stuart & Co. Inc., Merrill Lynch, Pierce Fenner & Smith Incorporated, Smith, Barney & Co. Incorporated, Continental Illinois National Bank & Trust Co. of Chicago, and Associates be accepted. The President of the Board stated that it had been moved 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 Corey, Johnson, Joss, Mosser, Snider, Stewart, Westerdahl, and Layman.

Those voting no: None.

The President of the Board thereupon declared said motion duly adopted by a vote of eight affirmative and no negative. Mr. Holmes was absent at the time of the roll call vote.

It was recommended that the following resolution be adopted:

RESOLUTION

BE IT RESOLVED that the FIVE MILLION FIVE HUNDRED THOUSAND DOLLARS ($5,500,000) STATE OF OREGON, COMMUNITY COLLEGE AND EDUCATION CENTER BONDS, SERIES 1972 sold at $100.01 on the 14th day of December, 1971, be issued to bear date the 15th day of January, 1972; to bear interest at the rate of 6.00 percent per annum for the bonds of the issue maturing on January 15, 1975 to 1984 inclusive, at the rate of 5.50 percent per annum.
annum for the bonds of the issue maturing on January 15 of the year 1985, at the rate of 4.40 percent per annum for the bonds of the issue maturing on January 15 of the year 1986, at the rate of 4.50 percent per annum for the bonds of the issue maturing on January 15 of the year 1987, at the rate of 4.60 percent per annum for the bonds of the issue maturing on January 15 of the year 1988, at the rate of 4.70 percent per annum for the bonds of the issue maturing on January 15 of the year 1989, at the rate of 4.75 percent per annum for the bonds of the issue maturing on January 15 of the year 1990, at the rate of 4.80 percent per annum for the bonds of the issue maturing on January 15 of the years 1991 to 1992 inclusive, at the rate of 4.90 percent per annum for the bonds of the issue maturing on January 15 of the years 1993 to 1996 inclusive, at the rate of 5.00 percent per annum for the bonds of the issue maturing on January 15 of the years 1997 to 2000 inclusive, at the rate of 4.00 percent per annum for the bonds of the issue maturing on January 15 of the years 2001 to 2002; 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 October 25, 1971, and that both the principal of and interest upon the bonds be paid at 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 October 25, 1971 meeting; 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 October 25, 1971 meeting; and

BE IT FURTHER RESOLVED that the October 25, 1971 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 of the Board and the Vice Chancellor for Administration in connection with the issuance and sale of the said bonds, including the notice of bond sale and its publication in Oregon on November 22, 1971, and November 29, 1971, be and they hereby are fully approved, ratified, and confirmed.

BE IT FURTHER RESOLVED that functions of the Secretary of the Board in preparing and providing of transcript material, and other actions relating to the bond issue shall be performed by the Secretary of the Board or by the Assistant Secretary of the Board; and correspondingly, functions of the Vice Chancellor for Administration shall be performed by the Vice Chancellor for Administration or by the Controller.

It was moved by Director Corey that the above resolution be adopted. The President of the Board stated that it had been moved that the above resolution be approved.
On roll call vote the Board voted on the adoption of the motion as follows: Those voting yes: Directors Corey, Johnson, Joss, Mosser, Snider, Stewart, Westerdahl, and Layman.

Those voting no: None.

The President of the Board thereupon declared said resolution duly adopted by a vote of eight affirmative and no negative. Mr. Holmes was absent at the time of the roll call vote.
During the major portion of its initial meeting, held on November 23, 1971, the Committee reviewed with the Assistant Chancellor background materials provided by his office and discussed in general the directions in educational and public broadcasting which have developed following its transfer by the 1971 Legislature to the Chancellor's Office for management purposes.

A brief summation of those directions identified the following:

1. Oregon Educational Broadcasting will be identified as Oregon Educational and Public Broadcasting Service (OEPBS).

2. A fiscal management function for OEPBS has been established in the Board's Office in cooperation with the Vice Chancellor for Administration.

3. Program and Operations Policy determination is the responsibility of the Assistant Chancellor and is developed through a committee representative of the four stations. Public input to this committee is in the process of development through a Public Broadcasting Council.

4. A Technical Advisory council with public, professional involvement is being formed.

5. OEPBS is identified as the parent broadcasting and service activity; it includes the broadcasting network of two radio and two television stations, the stations individually, and two program development and utilization divisions - Instructional Bureau, and State of Oregon Bureau.

6. An Office of Development has been established.

7. Information and public relations functions have been transferred to the Board's Public Affairs Office.

8. Provisions for involvement and participation of the Oregon public generally, of educational interests at all levels, and other broadcast-interest-oriented agencies and organizations are being developed. Many of these will find focus and emphasis in their involvement through the two aforementioned Bureaus.

9. Development of service improvement through partnerships or other relationships with commercial broadcasters and private cable distribution systems is being undertaken.

The Committee also discussed its role in regard to educational and public broadcasting, emphasizing that procedures in respect to major decisions in operations and policy matters are to come before the Committee.
Turning to the report, Public Broadcasting in Oregon, January 4, 1971, prepared by Mr. Ralph Steetle for the Office of Academic Affairs, the Committee agreed that the recommendation contained in the report concerning formation of an advisory committee on public broadcasting be appropriately restated by the Assistant Chancellor to conform to the assignment of responsibility by the Legislature, and be presented to the Committee at a subsequent meeting for consideration.

The Committee then turned to a consideration briefly of the background materials prepared for the Committee by the Office of Academic Affairs relating to the following public service activities.

OSU Agricultural Experiment Station
OSU Forest Research Laboratory
OSU Cooperative Extension Service
UOMS Crippled Children's Division
UOMS Teaching Hospitals and Clinics
UODS Dental Clinics

(The foregoing report is entitled, Report of Selected Public Service Activities, and is included as an integral part of the minutes of the meeting.)

In the covering letter transmitting the report to the Committee, Dr. Romney had stated that no action was requested by the Committee at this meeting. What was desired from the Committee was, rather, some indication of the sequence in which the Committee would like, in subsequent meetings, to take up these specific public service activities. Dr. Romney stated that following the sequence indicated by the Committee, the Office of Academic Affairs, working in conjunction with the institutions would prepare a presentation in an issue-oriented format covering each of these public service activities and would arrange to have present at the Committee meeting appropriate institutional representatives for an in-depth presentation and to respond to Committee questions.

Mr. Mosser stated that he felt that the Committee ought to keep in touch with the problems of the Medical School teaching hospital and clinics and the Multnomah County Hospital issue, with the specific intent of developing a decision as to the program to be recommended for support in the next budget and to the Legislature in 1973.

A second area identified as being of particular interest by Mr. Mosser is the Cooperative Extension Service. In particular, he indicated that he wanted to explore the role of the Cooperative Extension Service - past, present, and future - with particular attention to the relationship of that role to the roles to be played by the Division of Continuing Education and the community colleges.

Mr. Corey asked if the Agricultural Experiment Station program ought not also to be considered early in the Committee's deliberations.

It was agreed that these public service activities would be taken up in that order.
Meeting #400-58

December 14, 1971

Board Discussion and Action

The Board accepted the report as presented.

Report on Meeting of Building Committee, November 11, 1971

A meeting of the Building Committee was held in Eugene on November 11, 1971, to consider the long-term campus planning at the University of Oregon. Members of the Building Committee and other Board members discussed informally with Mr. Christopher Alexander, Consultant retained by the University, regarding suggestions made to date by him. Also present at the meeting were University officials, the Chancellor and members of the Chancellor's staff.

The study by Mr. Alexander is continuing, and it is expected that a further report will be presented by him at a later date.

Board Discussion and Action

The Board accepted the report as presented.

Gift to UOMS for Hydrocephalus Research

In May 1970, Mr. Philip H. Miller pledged $9,000 for hydrocephalus research being conducted under the supervision of Dr. Anthony Gallo at the University of Oregon Medical School. It was Mr. Miller's intention to contribute a portion of the funds personally and solicit the balance from others.

Of the total, Mr. and Mrs. Theodore Lilley have contributed $2,000 and the Fred Meyer Foundation $3,000. Mr. Miller contributed $3,000 initially. During his absence from the state last summer and unaware of his solicitation efforts, Mrs. Miller paid $4,000 to the Medical School.

The Fred Meyer Foundation made its contribution recently, with full knowledge of these circumstances.

The Dean of the Medical School and the Chancellor recommended that the Board recognize that Mrs. Miller's payment of $4,000 was an advance and authorize the repayment to the Millers of $3,000.

Board Discussion and Action

The Board approved the recommendation as presented.

Appointments to Basic Science Examining Committee

All candidates for licenses to practice medicine or other healing arts in Oregon are required by provisions of ORS 676.010 through 676.090 to take the Oregon basic science examination in six science subjects or obtain the Oregon certificate through reciprocity with certain other states or with Part I of the National Medical Board examination. The Oregon basic science law is administered by the Board of Higher Education through the Board's Office.
To replace Dr. A. W. Anderson, Professor of Microbiology at Oregon State University, during his sabbatical leave in year 1971-72, it was recommended that Dr. Lyle Brown, Assistant Professor of Microbiology at Oregon State University, be appointed, effective January 1, 1972, to the State of Oregon Basic Science Examining Committee to prepare and grade examinations in the subject of bacteriology. Dr. Brown has been recommended by Dr. Anderson and by Dr. Arnold Soderwall, Professor of Biology at the University of Oregon, who is chief of the Examining Committee.

To replace Steven E. Meredith, Professor of Biology at Willamette University, it was recommended that Dr. Blondel H. Carleton, Professor of Zoology at the University of Portland, be appointed, effective January 1, 1972, to the State of Oregon Basic Science Examining Committee to prepare and grade examinations in the subject of physiology. Dr. Carleton has been recommended by Dr. Arnold Soderwall, chief of the Examining Committee.

Board Discussion and Action

The Board approved the recommendations as presented.

Appointment of J. K. Kahananui to Ion Lewis Scholarship Managing Committee

The Board is trustee of the Ion Lewis Scholarship Fund, the income from which provides travel scholarships for advanced students in architecture at the University of Oregon. The awards are to be made by a managing committee of three members. The appointments of the three members of the committee are subject to approval of the State Board of Higher Education.

The following nomination has been submitted for the University of Oregon representative to succeed Mr. John Stafford whose term has expired.

Mr. Jonathan K. Kahananui, Architect practicing in Eugene, and Visiting Lecturer in Architecture at the University of Oregon

The nomination was made by Mr. J. D. Annand, President of the Oregon Council of Architects, AIA, and approved by University of Oregon President Clark for completion of a term ending October 31, 1974.

It was recommended that the State Board of Higher Education approve and appoint the indicated nominee as a member of the Managing Committee of the Ion Lewis Scholarship in Architecture.

Board Discussion and Action

The Board approved the recommendation as presented.
Selection of Endowment Investment Managers

It has been reported previously that the Committee on Finance and Business Affairs has been considering matters relating to the selection of managers of the investment of the Board's endowment funds. Chapter 66 of the Administrative Rules (adopted in July 1971) anticipated the employment of independent investment counsel in giving effect to Chapter 339, Oregon Laws 1971, authorizing the investment of endowment funds in corporate stock.

The Committee has interviewed representatives of seven investment management firms, selected from 20 such firms which were invited to submit written proposals. The Committee also requested the Office of Administration to collect certain supplementary information relating to three of the firms. At a meeting on December 8, the Committee considered the original and supplemental information in the light of the interviews conducted on October 4 and November 2 and made four recommendations for Board action:

1. Selection of two firms. The Committee considered whether management of investments should be entrusted to a single firm or to two or more firms. Costs are increased somewhat if more than one firm is employed but selection of two firms would provide a basis of direct comparison of performance and service. The Committee recommended that, initially, two firms be selected.

2. Designation of Capital Consultants, Inc., and Loomis & Kennedy, Inc., each to manage one-half of the endowment funds for which the Board is responsible. The considerations leading to this recommendation included the records of performance of selected portfolios, the recommendations of clients, review of the staff and other resources of the firms, and evidence of willingness and ability to provide analytical reports to and periodic consultation with the Committee and the Board's staff. Capital Consultants is a Portland firm; Loomis & Kennedy is a Seattle firm (with a Portland office) associated with The Boston Company.

3. Authorization of the Vice Chancellor to enter into agreements with the designated firms to provide investment management services, effective January 1, 1972. The agreement to be terminable at the option of the Board; to be at rates of charge not to exceed those specified in the written proposals; to require the use of Oregon brokerage firms (unless, in specific transactions, such a requirement would be substantially disadvantageous to the Board); and to be otherwise consistent with statute and the Administrative Rules (including those changes recommended by the Committee at its meeting on November 23).

4. Recommendation that two custodian banks be designated by the Controller (as authorized by Administrative Rule 66.223), one to serve each investment management firm.
Board Discussion and Action

The Board approved the recommendations as presented. It was understood that the agreements and the allocations to the endowment accounts will be reviewed by counsel. It was also understood the accounts would be evaluated as of December 31, 1971. Monthly reports will be provided to the Board.

President Layman said that the next meetings of the Board’s Committees will be held on January 5-6, 1972, on the campus of Portland State University.

The next Board meeting will be held on January 24, 1972, also on the campus of Portland State University.

Mr. Collins said that two letters had been received in the Board’s Office for presentation to the Board. He read the following letter, dated November 9, 1971, from Mr. Rod Geier, Manager, Oregon Tri-City Chamber of Commerce, Oregon City:

State Board of Higher Education
P. O. Box 3175
Eugene, Oregon 97403

Ladies and Gentlemen:

This is to inform you that this chamber’s board of directors during a regular meeting Nov. 2, reviewed the position and resolution noted to you in a letter by the North Clackamas Chamber of Commerce, dated Oct. 8, 1971, wholly supports the positions noted by that chamber of commerce.

The legality of mandatory collection of fees for projects and/or programs for the Oregon Students Public Interest Research Group (OSPIRG) or any other organization or interest beyond the jurisdiction or scope of the State Board of Higher Education and its institutions is highly questionable.

Further, the board suggests that the State Board of Higher Education immediately cease and desist from exercising those practices that are outside the province of the State Board of Higher Education, specifically relating to the mandatory collection of fees under the guise if the fees are not paid, admission of students to the respective state institutions of higher learning would be denied.

Such practices, it would seem, are not a legitimate use of taxpayer funds, i.e., the payment of administrative appointees to collect and be accountable for such fees; nor within the administrative province of the respective state institutions of higher learning to collect and administer such fees.

Questions arise as to whether students seeking admission to state institutions are fully cognizant as to whether or not they
are required to pay such fees for admission; the use of such fees after they are collected and whether or not such fees are refundable.

The question also arises as to procedures for refunds and the amounts refunded. We recently learned that students at Portland State University seeking refunds of $1 fees were refunded amounts each at 76 cents.

It is the position of the Oregon Tri-City Chamber of Commerce board of directors that the mandatory collection authority assumed by the State Board of Higher Education and the apparent authority granted the administrations of the institutions of the state system of higher learning be discontinued and denied.

Cordially,

/s/ Rod Geier,
Rod Geier, Manager

Mr. Collins then read the following letter, dated December 4, 1971, from Mrs. Louise Weidlich, President, Mothers for Children, Portland

President George Layman
c/o R. L. Collins, Secretary
Oregon State Board of Higher Education
P.O. Box 3175
Eugene, Oregon 97403

Dear President Layman, and Members of the Board of Higher Education:

This is a request for time to speak in regard to the student records. I understand that the public hearing was scheduled, as previously planned, in Klamath Falls and adopted. However, I would presume that further discussion of this issue, at the local institution is permissible, if there is further concern. Since this is the case....and our personal concern, as Mothers for Children, is in regard to two areas where we feel it is unconstitutional. Other students may be interested in speaking to the issue...when they could not go to speak...almost 400 miles away. It is their records you are talking about.

OUR MAIN CONCERN is:
Item 6. "That the student shall have the right to review with appropriate institutional personnel...., except in the following instances:
  a. Medical and psychological reports.
  b. Letters of recommendations or evaluations that have been submitted under specified conditions of confidentiality."

Who writes these letters? Is it a personnel decision if damaging?
We hope that this may be given consideration at the next meeting of the Board of Higher Education in December, or in January.

Thank you very much for your consideration in this matter.

Sincerely yours,

/s/ Louise H. Weidlich

Louise H. Weidlich, President
Mothers For Children

Copies
Circulated
President Gregory Wolfe
OSPIRG--PSU
Vanguard
Newspapers--local

IUS Delegates The Board discussed student representation at Committee and Board meetings, particularly that of delegates from the Interinstitutional Union of Students. It was stated that delegates had not yet been designated by the students and that perhaps a meeting could be arranged to discuss with the students the method for selecting students to attend Committee and Board meetings. It was indicated that student representation was welcomed and encouraged.
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George W. Stout The will of March 31, 1964, of George W. Stout, deceased, of Oregon City, provided that:

Quasi-Endowment, UOMS

"I hereby give and bequeath unto the University of Oregon Medical School for Medical Research for heart disease and cancer all of the stock of Stout Motor Company, an Oregon corporation. The manner of the use of this bequest shall be left to the discretion of a committee composed of Dr. Howard Lewis, Dr. Kenneth Swan and Dr. I. C. Brill."

Members of the designated committee signed an 'Exercise of Testamentary Discretion' on March 1, 1971, indicating that they were exercising the discretion placed in them by the will by:

1. Directing that an Endowment be established at the Medical School for research in heart disease and cancer, and

2. Expressing the desire of the three-named individuals that the principal of the fund be held intact with the income only to be utilized for research in heart disease and cancer as the Dean of the Medical School determines will best serve the stated purposes of the bequest.

The Board's attorney advised that the March 1, 1971, statement permits the use of the principal at the discretion of the Dean.

The executor of the will, U. S. National Bank of Oregon, has conveyed all of the corporate stock of the Stout Motor Company to the Board. The assets of said company consist primarily of a savings account and land and buildings at Oregon City, the estimated net realizable value of which amounts to $411,402. It is recommended that a Quasi-Endowment Account be established for the bequest.

The Board's Administrative Rules include the following section:

66.111 Quasi-Endowment Fund

Includes gifts and bequests which with the approval of the Board have been designated as a quasi-endowment with the expectation that only the investment income is to be currently expended. The Vice Chancellor for Administration may permit the expenditure of all or part of the principal in accord with Board policy or directive.

Board Action Recommended:

1. Acceptance of the bequest as described above.

2. Authorization to appropriate Board officers to establish a quasi-endowment in the amount to be realized from the bequest, estimated at $411,402.
Board Discussion and Action

The Board discussed the intent of the testator with respect to placing the funds in a regular endowment fund in which the principal cannot be used or in a quasi-endowment fund in which the Board would have discretion to use the principal. It was indicated that the proposed resolution had verbal concurrence of the members of the Committee established in the bequest to administer the funds. It was indicated that a written statement to that effect would be desirable.

The Board approved an amended motion to accept the gift with the understanding that the Finance Committee would give further consideration to the type of endowment account to be used for the proceeds of the bequest.
The following gifts and grants to the institutions have been approved for acceptance and expenditure by the institutions and the Board's Office in accordance with Board action on January 27-28, 1964. It was recommended that the Secretary of the Board be authorized to make suitable acknowledgement to the donors and grantors. The Board approved the recommendation as presented.

**Oregon State University**

The Ansul Company

Grant of $1,000 from The Ansul Company, Marinette, Wisconsin, for research entitled, "Fate of Organic Arsenical Herbicides in Chemically Thinned Forests in Oregon and Washington," under the direction of Dr. Michael Newton, Associate Professor, Forest Research Laboratory.

Army Corps of Engineers

Grant of $11,355 from the Army Corps of Engineers, Portland District, Portland, "for salaries, wages, materials and other expenses for a series of nine surveys near Yaquina Bay, Oregon, to assess the long term effects on littoral transport of the new south jetty at that location," September 20, 1971, through August 31, 1972, under the direction of Mr. David O. Zopf, Research Assistant, Oceanography.

Bonneville Power Administration

Grant of $5,425 from the Bonneville Power Administration for research entitled, "Improved Serviceability of Wood Products," under the direction of Mr. Robert Graham, Associate Professor, Forest Research Laboratory.

Bureau of Land Management

Grants totaling $7,232.58 from the Bureau of Land Management, for research and other purposes, as follows:

1. $3,792.47 - "Animal Damage Control in the Rehabilitation of Forest Lands," under the direction of Dr. Hugh Black, Associate Professor.

2. $3,440.11 - "Fate of Organic Arsenical Herbicides in Chemically Thinned Forests in Oregon and Washington," under the direction of Dr. Michael Newton, Associate Professor, Forest Research Laboratory.

4 C Council

Grant of $22,479 from the 4 C Council (Metropolitan Area Community Coordinated Child Care Council), Portland, "to extend the operation of the Day Care Centers," June 15, 1971, through June 15, 1972, under the direction of Mr. Freemont Sprowls, County Staff Chairman, Multnomah County.

Duke University

Grant of $5,500 from Duke University, Durham, North Carolina, "for the conduct of a Junior Science and Humanities Symposium," September 21, 1971, through June 30, 1972, under the direction of Dr. Thomas P. Evans, Associate Professor of Science Education.

National Aeronautics and Space Administration

Grant of $38,470 from the National Aeronautics and Space Administration, Washington, D.C., for "Research on Lunar Rocks and Other Materials," September 1, 1971, through August 31, 1972, under the direction of Dr. Roman A. Schmitt, Professor, Radiation Center.
Grant of $9,500 from the National Council of the Paper Industry for Air and Stream Improvement, Inc., New York City, for "Sulfite Waste Research," October 1, 1971, through March 30, 1972, under the direction of Dr. James G. Knudsen, Assistant Dean of Engineering.

Grants totaling $495,750 from the National Science Foundation, Washington, D.C., for research, training programs, fellowships, and other purposes, as follows:

1. $22,500 - "Theoretical Low Energy Nuclear Physics," November 1, 1971, through April 30, 1974, under the direction of Dr. Victor A. Madsen, Associate Professor of Physics.

2. $5,400 - "In support of Oceanographic Studies," September 1, 1971, through February 28, 1973, under the direction of Dr. John V. Byrne, Head of Oceanography.

3. $58,500 - "Biogenetically Patterned Synthesis of Secondary Metabolites," November 1, 1971, through April 30, 1974, under the direction of Dr. James D. White, Associate Professor of Chemistry.

4. $1,250 - "Science Faculty Fellowship," September 1, 1971, through February 28, 1972, under the direction of Dr. David L. Willis, Chairman, General Science.


6. $30,000 - "Clays in Volcanic Ash Deposits from Mt. Mazama, Oregon," October 1, 1971, through March 31, 1974, under the direction of Dr. M. W. Harward, Professor of Soils.

7. $124,300 - "Precipitation Processes in Western Oregon," October 1, 1971, through March 31, 1974, under the direction of Dr. William P. Elliott, Research Associate in Oceanography.

8. $38,000 - "Systematics of Scarabaeid Larvae and Adults," October 1, 1971, through March 31, 1974, under the direction of Dr. Paul Ritcher, Professor of Entomology.

9. $30,000 - "Function of Sterols in the Metabolism of Saccharomyces Cerevisiae," October 1, 1971, through March 31, 1974, under the direction of Dr. Leo W. Parks, Professor of Microbiology.

10. $34,000 - "Computer Modeling of Flow Over Inhomogeneous Terrain," November 15, 1971, through March 31, 1974, under the direction of Dr. Ernest W. Peterson, Assistant Professor of Atmospheric Science.

12. $62,000 - "Physiology of Dormant Douglas-fir (Pseudotsuga Menziesii) Seedlings," November 1, 1971, through April 30, 1974, under the direction of Dr. Denis P. Lavender, Professor of Forest Physiology.

Oregon State Board of Health
Grant of $9,735 from the Oregon State Board of Health, Salem, "to cover expenses for a Family Planning Clinic," October 1, 1970, through June 30, 1971, under the direction of Dr. James E. Garvey, Director, Student Health Service.

U. S. Atomic Energy Commission
Grants totaling $95,000 from the U. S. Atomic Energy Commission, Richland Operations Office, Richland, Washington, for research, as follows:

1. $20,000 - "Ionocyte Formation in Animal Salt Secreting Epithelia," October 1, 1971, through September 30, 1972, under the direction of Dr. Frank P. Conte, Professor of Zoology.

2. $75,000 - "Studies of Fission, Heavy-Ion Reactions, Photo-electron Spectroscopy, Mossbauer Effect and Neutron Motivation," September 1, 1971, through August 30, 1972, under the direction of Dr. T. Darrah Thomas, Professor of Chemistry.

U. S. Dept. of Labor
Grant of $151,230 from the U. S. Department of Labor, Washington, D.C., for "National Youth Corps In-School Program," September 1, 1971, through May 31, 1972, under the direction of Dr. Harry E. Clark, Community Development Specialist.

U. S. Navy Dept., Office of Naval Research

U. S. Navy Dept., Office of Naval Research
Grant of $285,000 from the U. S. Navy Department, Office of Naval Research, Arlington, Virginia, for research in computer oceanography, July 1, 1971, through August 31, 1972, under the direction of Dr. Stephen Neshyba, Associate Professor of Oceanography.

Pioneer Trust Company
Grant of $5,500 from Pioneer Trust Company, Salem, "to be used for stipends and operating costs for the use of the Department of Poultry Science in behalf of Mr. R. Spiller," beginning September 15, 1971, under the direction of Dr. G. H. Arscott, Head of the Department of Poultry Science.
Grant of $1,000 from the Royal Norwegian Embassy, Washington, D.C., for the preparation and publishing of a catalogue for "Contemporary Prints from Norway III," September 1, 1971, through August 31, 1972, under the direction of Mr. Gordon Gilkey, Dean of the School of Humanities and Social Sciences.

Grants totaling $206,994 from the U. S. Public Health Service, Washington, D. C., for research, training programs, training grants, and other purposes, as follows:

1. $85,000 - "Teaching and Research in X-Ray Science," September 1, 1971, through June 30, 1972, under the direction of Dr. E. Dale Trout, Head, X-Ray Science.

2. $5,694 - "A Study of the Economic Impact of Fluoride Emitting Source on the Fruit Tree Industry in The Dalles Area," June 16, 1970, through May 25, 1971, under the direction of Mr. W. M. Mellenthin, Mid-Columbia Experiment Station.

3. $4,623 - "Social and Economic Effects of Change in Air Quality with experimentation being conducted in the Mid-Willamette Valley Area," beginning June 30, 1970, under the direction of Mr. R. M. Alexander, Director, Air Resources Center.

4. $2,486 - "Expenses for a Development Award Program," September 1, 1971, through August 31, 1972, under the direction of Dr. V. H. Freed, Head, Agricultural Chemistry.

5. $1,000 - "Postdoctoral allowance in behalf of Robert W. Roxby," October 1, 1971, through September 30, 1972, under the direction of Dr. K. E. Van Holde, Professor of Biophysics.

6. $46,628 - "Detoxication Mechanisms in Insects," December 1, 1971, through November 30, 1972, under the direction of Dr. Leon C. Terriere, Professor of Entomology.

7. $2,000 - "Special Fellowship supply grant in behalf of Mary J. Cardenas," August 12, 1971, through August 11, 1973, under the direction of Dr. Robert D. Dyson, Assistant Professor of Biophysics.

8. $20,421 - "Fluorescence Studies of Enzyme Structure and Function," November 1, 1971, through October 31, 1972, under the direction of Dr. Sonia R. Anderson, Assistant Professor of Biochemistry and Biophysics.

9. $1,000 - "Postdoctoral allowance in behalf of Rodney J. Croteau," September 16, 1971, through September 15, 1972, under the direction of Dr. W. D. Loomis, Professor of Biochemistry.
10. $37,142 - "Metabolic Changes Induced by Tumor Virus," September 1, 1971, through August 31, 1972, under the direction of Dr. George S. Beaudreau, Associate Professor of Agricultural Chemistry.

11. $1,000 - "Postdoctoral allowance in behalf of Patricia E. Garrett," September 1, 1971, through August 31, 1972, under the direction of Dr. J. D. White, Associate Professor of Chemistry.

Grants to the several Agricultural Experiment Station Departments and Divisions, for research work and other purposes, from various donors, as follows:

Agricultural Research Foundation
- $3,800 - "Control of Mint Insects," under the direction of Dr. R. E. Berry, Assistant Professor of Entomology.
- $950 - "Control of Vegetable Insects" and "Control of Nut Insects," under the direction of Dr. H. H. Crowell and Dr. S. C. Jones, Professors of Entomology.
- $4,500 - "The Control of Weeds in the Less Developed Countries," under the direction of Dr. Lyall Taylor, Research Associate in Farm Crops.

American Rose Foundation
- $500 - "Study of Rose Viruses," under the direction of Dr. L. C. Cochran, Professor of Plant Pathology.

Bureau of Sport Fisheries and Wildlife
- $15,000 - "Effect of Heavy Metals on Three Species of Foragefishes, and on Steelhead Trout," under the direction of Dr. Raymond C. Simon, Professor of Fisheries.

Chevron Chemical Company, Ortho Division
- $250 - "To assist in research of range fertilization," under the direction of Mr. Forrest A. Sneva, Range Research Scientist.

Cornell, Howland, Hayes & Merryfield, Inc.
- $1,000 - "Laser Mediated Lignin Solid Waste Fermentation," under the direction of Dr. A. W. Anderson, Professor of Microbiology.

The Dow Chemical Company
- $1,400 - "Veterinary Supplies and Animal Feed Supplements," under the direction of Dr. R. J. Raleigh, Professor of Animal Nutrition.

E. I. du Pont de Nemour & Company
- $1,500 - "Weed Control Investigation and partial support of herbicide program on alfalfa, wheat, sugar beets, mint and seed crops," under the direction of Dr. A. P. Appleby, Associate Professor of Agronomy.

Herman Frasch Foundation
- $5,000 - "A Study of the Effect of 2,4-D on Proteins and Nucleic Acid Biosynthesis," under the direction of Dr. R. O. Morris, Associate Professor of Chemistry.
Meeting #400-72

December 14, 1971

Marion County $2,000 - "Control of Tansy Ragwort," under the direction of Dr. K. G. Swenson, Professor of Entomology.

Miller-Morton Company $9,000 - "A Study of Parasites on Pets," under the direction of Dr. R. L. Goulding, Associate Professor of Entomology.

National Marine Fisheries Service $10,750 - "Effects of Logging on Salmon Populations in Coastal Streams," under the direction of Dr. J. D. Hall, Associate Professor of Fisheries.

Oregon Cooperative Wildlife Research Unit $5,000 - "Culture of Salmon Acclimated to Sea Water," under the direction of Dr. W. J. McNeil, Associate Professor of Fisheries.

Oregon Feedstuffs Transportation Committee $2,500 - "Osprey Study at Crane Prairie," under the direction of Mr. Howard M. Wight, Professor of Wildlife Ecology.

Oregon Seed Council $3,012.82 - "Feed Grain Program," under the direction of Dr. C. R. Rohde, Professor of Agronomy.

Oregon State Fish Commission $6,250 - "Field Burning Research and Field Sanitation," under the direction of Dr. D. O. Chilcote, Professor of Crop Physiology.

Oregon State Game Commission $3,750 - "Nutrition of Salmonid Fishes," under the direction of Dr. D. K. Law, Associate Professor, Food Science and Technology.

Pacific Northwest Forest & Range Experiment Station $4,000 - "Angler Survey," under the direction of Dr. Lyle D. Calvin, Professor of Statistics.

Shell Chemical Company $3,000 - "Extended Analysis of 1970 Angler Survey," under the direction of Dr. Lyle D. Calvin, Professor of Statistics.

U.S. Dept. of Agriculture $7,799.60 - "An Inter-industry Analysis of the Economy of Douglas County, Oregon," under the direction of Dr. R. C. Youmans, Associate Professor of Agricultural Economics.

U.S.D.A., Agric. Research Service $2,000 - "Dieldrin Research," under the direction of Dr. V. H. Freed, Professor of Chemistry.


U.S.D.A., Agric. Research Service $1,211.01 - "To conduct Studies on Factors Related to the Cause, Prevention, and Correction of Degenerative Myopathy in the Domestic Turkey," under the direction of Dr. J. A. Harper, Professor of Food Science.

Meeting #400 - 73

U.S. Forest Service

$2,500 - "Osprey Research at Crane Prairie," under the direction of Mr. Howard M. Wight, Professor of Wildlife Ecology.

Wasco County Fruit and Produce League

$500 - "Experiments with tree root stocks," under the direction of Dr. M. N. Westwood, Professor of Horticulture.

Washington-Oregon Prune Marketing Commission

$1,300 - "Research on Internal Browning of Prunes," under the direction of Dr. M. N. Chaplin, Assistant Professor of Horticulture, and Dr. M. N. Westwood, Professor of Horticulture.

University of Oregon Scholarships & Fellowships

Gifts totaling $33,537.84 from the following donors for scholarships and fellowships:

- Agnew Timber Products, Brookings $500.00
- Albany Union High School, Girls League, Dist. No. 8, Albany 100.00
- American Business Women, El Nido Chapter, Salem 350.00
- American Indian Scholarships, Inc., Albuquerque, New Mexico 400.00
- America's Junior Miss Scholarship Foundation, Mobile, Alabama 650.00
- Beaverton High School Student Body, Beaverton 200.00
- Beta Theta Fraternity, Oxford, Ohio 750.00
- Carrol Club, Seattle, Washington 500.00
- Chevrolet Motor Division, Detroit, Michigan 2,000.00
- Clackamas County Tuberculosis and Health Association, Oregon City 500.00
- Clatskanie High School Honor Society, Clatskanie 250.00
- College du Leman, International School of Versoix (Geneva), Geneva, Switzerland 1,000.00
- College Entrance Examination Board, New York City 1,840.00
- Commonwealth of Massachusetts, Boston, Massachusetts 100.00
- Coos Bay Unit of American Legion Auxiliary, Coos Bay 100.00
- Corvallis High School Parent-Teacher Association, Corvallis 150.00
- Cottage Grove High School, Cottage Grove 150.00
- Council of American Womens Clubs, Department of the Army, Baden, Wurttemberg 250.00
- Crown Zellerbach Foundation Scholarship, San Francisco, California 750.00
- Daughters of Penelope, Washington, D.C. 250.00
- Delta Gamma Foundation, Lakewood, Colorado 300.00
- Elks Lodge No. 338, Baker 200.00
- Elks Lodge No. 1371, Bend 136.00
- Elks Lodge No. 1584, Grants Pass 125.00
- Elks Lodge No. 142, Portland 400.00
- Elks Lodge No. 2145, Springfield 500.00
Elks Department of Education, Memphis, Tennessee $250.00
Elks National Foundation, Chicago, Illinois 2,500.00
Eugene Rotary Foundation, Eugene 335.00
The First Christian Church Scholarship Fund, Salem 164.00
Henley High School (John Heyden Scholarship Fund), Klamath Falls 100.00
Hood River Valley Scholarship, Hood River 125.00
Paul B. Hult Lumber Co., Dillard 550.00
General Motors Corporation, Detroit, Michigan 2,650.00
Kadena Officers' Wives' Club, San Francisco, California 370.85
Martin Luther King, Jr., Scholarship of Oregon, Portland 383.80
Kiwanis Club, Glide 150.00
Kiwanis Club, Hermiston 300.00
Lions Club, Enterprise 500.00
Hillsboro Lions Club (Mark Harris Scholarship), Hillsboro 600.00
K. E. McKay of Coos Bay, Inc., Coos Bay 125.00
McKenzie School District No. 68 Memorial Scholarship Fund, Eugene 100.00
Medford Rotary Foundation, Medford 100.00
Meier & Frank Co., Portland 100.00
High School Student Body, Myrtle Point Public Schools, Myrtle Point 700.00
National Electrical Contractors Association, Portland 350.00
Doris Neeley Memorial, Oakland 250.00
The Newspaper Fund, Inc., South Brunswick, New Jersey 700.00
North American Rockwell Scholarship, El Segundo, California 446.53
Oregon Association of Realtors, Salem 200.00
Oregon Congress of Parents & Teachers, Inc., Portland 252.00
Oregon State Elks Association, Salem 500.00
Oregon State University Foundation, Corvallis 167.00
The Press Club of San Francisco, San Francisco, California 100.00
Professional Baseball Colleges Scholarship Plan, New York City 899.66
Parent-Teacher Association, Prospect 500.00
Realtors of Portland, Portland 150.00
Rotary Club, Roseburg 502.50
Scappoose High School Girls' League, Scappoose 100.00
Seoul American Schools Activity Fund, San Francisco, California 750.00
The S&H Foundation, Inc., New York City 900.00
Siletz Parent-Teacher Association, Siletz 100.00
Springfield Fire Fighters Association, Springfield 250.00
Tri-County Chapter, National Foundation, March of Dimes, Portland 250.00
20-Year Club, Eugene Register-Guard, Eugene 167.50
Umatilla Parent-Teacher Association, Umatilla 100.00
Meeting #400 - 75

University of Oregon Mothers' Club, Springfield .................................................. $1,675.00
Wahtonka High School, Lettermans Club Scholarship, The Dalles .......................... 200.00
Ann Wimberly Scholarship, through P.E.O., Chapter BI, Roseburg ...................... 150.00
Women's Auxiliary, McKenzie-Willamette Memorial Hospital, Springfield .............. 100.00
Women's Society of Christian Service, Salem ......................................................... 173.00
Yokohama Armed Forces, Officers' Wives Club, Seattle, Washington .................... 750.00

A C T I O N

Grant of $15,342 from ACTION, Washington, D.C., "to complete the obligation of funds required under Supplemental Agreement No. 3 in connection with the VISTA Training Program," June 1 through November 30, 1971, under the direction of Mr. James Booth, Senior Instructor, College of Education.

R. Husson

Gift of $200 from Mr. Roland Husson, French Cultural Service, San Francisco, California, to the French Gift Fund, under the direction of Mr. W. N. McLaughlin, Director of Business Affairs.

Providence School Department

Grant of $47,063 from the Providence School Department, Providence, Rhode Island, "for participation in the University's Follow-Through Program," July 1, 1971, through August 31, 1972, under the direction of Dr. Wesley Becker, Professor of Education.

National Science Foundation

Grants totaling $97,500 from the National Science Foundation, Washington, D.C., for research, as follows:

1. $52,500 - "Syntheses and Reactions of Hydrocarbons," November 1, 1971, through April 30, 1974, under the direction of Dr. John E. Baldwin, Professor of Chemistry.

2. $45,000 - "Molecular Structure and Molecular Function of Catalytic Sites in Enzymes," October 15, 1971, through March 31, 1973, under the direction of Dr. Sidney A. Bernhard, Professor of Chemistry, Institute of Molecular Biology.

State of North Dakota

Grant of $1,250 from the State of North Dakota, Department of Public Instruction, Bismarck, North Dakota, "to provide a support grant for a graduate student enrolled in Special Education curriculum," September 23, 1971, through June 10, 1972, under the direction of Dr. Herbert Prehm, Acting Head, Special Education.

Oregon State Board of Education

Subgrant of $10,530 through the Oregon State Board of Education, Salem, as a "recreation allowance for High School Equivalency Program participants," September 1, 1971, through August 31, 1972, under the direction of Mr. David Martinez, Director, High School Equivalency Program.

U.S. Army Research Office

Grant of $63,625 from the U. S. Army Research Office, Durham, North Carolina, for research entitled, "X-Ray Fluorescence Yields and Photoelectric Cross Sections," November 1, 1971, through October 31, 1973, under the direction of Dr. Bernd Crasemann, Professor of Physics.
Grant of $9,166 from the U. S. Atomic Energy Commission, Richland Operations Office, Richland, Washington, for research entitled, "UV Microbeam Studies on Mitosis," October 1, 1971, through September 30, 1972, under the direction of Dr. Andrew S. Bajer, Professor of Biology.

Grant of $249,000 from the U. S. Office of Economic Opportunity, Washington, D.C., "in continued support of the High School Equivalency Program," September 1, 1971, through August 31, 1972, under the direction of Mr. David Martinez, College of Education.

Grants totaling $355,821 from the U. S. Department of Health, Education, and Welfare, Office of Education, Washington, D.C., for training programs and other purposes, as follows:

1. $18,652 - "Supplemental funds for initial year Educational Opportunity Grant for awards to students from families with gross annual incomes of $9,000 or lower," July 1, 1971, through June 30, 1972, under the direction of Mr. Larry Large, Director of Financial Aids.

2. $294,972 - "Continued support of the Northwest Regional Special Education Instructional Materials Center," September 1, 1971, through August 31, 1972, under the direction of Dr. Wayne D. Lance, Associate Professor of Education.

3. $27,500 - "For support of a special project involving teachers and students in a local secondary school to help them deal effectively with the problem of drug abuse and related problems," September 1, 1971, through June 30, 1972, under the direction of Dr. Arthur Pearl, Professor of Education. The grant is through the White Bird Sociomedical Aid Station, Inc., Eugene.

4. $14,697 - "Teacher Corps Volunteer Component to permit community participation in educational change," September 1, 1971, through June 15, 1972, under the direction of Dr. Stanley Cohen, Associate Professor of Education.

Grant of $22,055 from the U. S. Department of Labor, Washington, D.C., "for a fellowship in Manpower and Computer Technology on behalf of Garrett Van Horn," November 1, 1971, through August 31, 1973, under the direction of Dr. Eaton Conant, Director, Institute of Industry and Labor Relations, and Mr. Calvin Fisk, Assistant to Dean of Graduate School.

Grants totaling $202,331 from the U. S. Public Health Service, Washington, D.C., for research, training programs, fellowships, and other purposes, as follows:

1. $700 - "Postdoctoral Supply Allowance on behalf of Dr. Richard A. Frankel," April 19 through September 6, 1971, under the direction of Dr. John A. Schellman, Professor of Chemistry.
2. $130,682 - "Undergraduate Training in Evaluative Research," September 1, 1971, through June 30, 1973, under the direction of Dr. Michael G. Saslow, Associate Professor, School of Community Service and Public Affairs.

3. $1,000 - "Supply Allowance on behalf of Roger D. Longley," September 1, 1971, through August 31, 1972, under the direction of Dr. Graham Hoyle, Professor of Biology.

4. $37,753 - "Reproductive Senescence in the Golden Hamster," November 1, 1971, through October 31, 1972, under the direction of Dr. Arnold L. Soderwall, Professor of Biology.

5. $5,300 - "Predoctoral research fellowship award on behalf of Geoffrey D. White," September 15, 1971, through September 15, 1972, under the direction of Dr. Stephen Johnson, Assistant Professor of Psychology.

6. $21,596 - "Neural Conditioning and Development," September 1, 1971, through August 31, 1972, under the direction of Dr. John C. Fentress, Assistant Professor, Psychology and Biology.

7. $5,300 - "Predoctoral fellowship award on behalf of John T. Smith," September 1, 1971, through August 31, 1972, under the direction of Dr. Marvin Lickey, Associate Professor of Psychology.

Gifts to the University of Oregon Library from various donors as follows:

Mrs. C. S. Brown
Collection of letters, valued at $350, from Mrs. C. S. Brown, Morgan Hill, California. The letters were written by her parents, Mr. and Mrs. Arthur Billing, American missionaries in China, and reflect their observations of the Chiang government and its relationship to the Chinese people.

V. E. Dolezal
Collection of sheet music, valued at $110, from Mr. Victor E. Dolezal, Portland, to be designated as the Iva Jewell Baxter Memorial Collection. The gift is in memory of Mrs. Baxter, a music teacher in Portland.

D. M. DuShane
Collection of approximately 175 volumes in the fields of political science, public administration and school administration, bound and unbound volumes of periodicals, and six boxes of archives from Dean Donald M. DuShane, Eugene. The gift is valued at $338.

B. Ehrlich
Original, holograph text, and revised holograph text of "For the Leg of a Chicken," from Mrs. Bettina Ehrlich, London, England. The gift includes 75 original illustrations and is valued at $225.

Eugene Chamber of Commerce
Gift of thirteen city directories from Oregon, Washington, and Idaho, from Eugene Chamber of Commerce, Eugene. The gift is valued at $345.
Mrs. E. S. Lampman  Manuscripts and working files, valued at $1,050, from Mrs. Evelyn Sibley Lampman, Portland.

Mrs. V. N. McCall  Additional manuscripts for novels and articles, from Mrs. Virginia Nielsen McCall, Sacramento, California. The gift is valued at $550.

W. C. Mullendore  Collection of speeches, correspondence, and publications and library materials on American economic policy and free enterprise, from Mr. William C. Mullendore, Los Angeles, California. The gift is valued at $4,143.15.

C. S. Rice  Manuscripts, letters, research files, books, and pamphlets, valued at $871, from Dr. Claton S. Rice, San Raphael, California. The material was gathered by Dr. Rice during his service as a Presbyterian minister in Southern Utah in the early part of the century.

Mrs. V. Haseltine  Gift of a covered ceramic storage jar to the Museum of Art from Mrs. Virginia Haseltine, Gearhart. The jar is entitled, "Xanadu," by P. K. Hoffman and is valued at $350.

University of Oregon Medical School

American Cancer Society, Oregon Division  Grant of $10,428 from the American Cancer Society, Oregon Division, Portland, for research entitled, "To Develop and Produce Purified Anti-Human Plasma Cell Antisera Capable of Inactivating B Type Lymphocytes and Decreasing Enhancing Antibody Present in Human Neoplasia," October 1, 1971, through September 30, 1972, under the direction of Dr. Bernard Pirofsky, Professor and Head, Division of Allergy and Immunology.

Chapman Estate  Bequest of $14,003.71 from the estate of Margaret M. Chapman, through the U. S. National Bank of Oregon, Portland, for the unrestricted use of the Doernbecher Memorial Hospital for Children, under the direction of Dean Charles N. Holman.

National Science Foundation  Grant of $50,000 from the National Science Foundation, Washington, D.C., for research entitled, "Anatomic Study of the Nerve Networks of the Auditory Cortex," September 1, 1971, through August 31, 1973, under the direction of Dr. Archie R. Tunturi, Associate Professor of Anatomy.

Oregon Mental Health Division  Grant of $17,982 from the Oregon Mental Health Division, Salem, "in support of a Developmental Disabilities Project for long-term programs for Oregon children," October 1, 1971, through June 30, 1972, under the direction of Dr. Richard L. Sleeter, Assistant Dean, Director, Crippled Children's Division.

Purdy Estate  Bequest of $14,437.31 from the estate of Ruby Fay Purdy, through the First National Bank of Oregon, Portland, for use by the Doernbecher Memorial Hospital for Children, under the direction of Dean Charles N. Holman. The bequest consists of $4,087.69 in cash and $10,349.62 in contract balances.
Bequest of $39,330.82 from the estate of George W. Rowley, Medford, for use in the correction of speech defects, under the direction of Dr. Richard L. Sleeter, Assistant Dean, Director, Crippled Children's Division. The bequest consists of cash, $18,214.82; Series E bonds, $15,400; and Financial Programs, Inc. (stock), $5,716.

Grant of $20,574 from the U. S. Department of the Army, Washington, D.C., for research entitled, "A Study of Inflammation and Inflammatory Diseases of the Skin: Immunopathology of Human Dermatophyte Infections," August 1, 1971, through July 31, 1972, under the direction of Dr. Walter C. Lobitz, Jr., Professor and Chairman of the Department of Dermatology.

Grant of $15,000 from the U. S. Atomic Energy Commission, Richland Operations Office, Richland, Washington, for research entitled, "Studies of the Mediation and Mechanism of Immunosuppression," September 1, 1971, through August 31, 1972, under the direction of Dr. Benjamin V. Siegel, Professor of Pathology.

Grant of $69,284 from the U. S. Department of Health, Education, and Welfare, Washington, D.C., for "further support of a teaching grant and traineeships in Rehabilitation Counseling," September 1, 1971, through August 31, 1972, under the direction of Dr. George Saslow, Professor and Chairman, Department of Psychiatry.

Grants totaling $503,806 from the U. S. Public Health Service, Washington, D.C., for research, fellowships, and other purposes, as follows:

1. $1,000 - "In further support of a fellowship supply allowance for Peter Stenzel," September 2, 1971, through September 1, 1972, under the direction of Dr. Richard T. Jones, Professor and Chairman, Department of Biochemistry.

2. $36,930 - "Neural Control of Acth Release," November 1, 1971, through October 31, 1972, under the direction of Dr. John W. Kendall, Professor and Head, Division of Diabetes and Metabolism.

3. $32,957 - "Surface Properties of Blood Elements," October 1, 1971, through September 30, 1972, under the direction of Dr. Geoffrey V. F. Seaman, Associate Professor of Neurology.

4. $367,916 - "In further support of the General Clinical Research Center," October 1, 1971, through September 30, 1972, under the direction of Dean Charles N. Holman.

5. $65,003 - "Reaction of Corneal Connective Tissue Cells to Injury," October 1, 1971, through August 31, 1972, under the direction of Dr. Virginia L. Weimar, Associate Professor of Ophthalmology.
Wallace Estate Bequest of $25,399.41 under the will of Naomi Ruth Wallace "to be used exclusively for research and treatment of patients in the University of Oregon Medical School Hospital," under the direction of Mr. W. A. Zimmerman, Associate Dean for Business Affairs.

Portland State University

Scholarships & Fellowships Gifts totaling $51,683.31 from the following donors for scholarships and fellowships:

- Aid Association for Lutherans, Appleton, Wisconsin $200.00
- Air Force Aid Society, Arlington, Virginia $2,800.00
- American Legion Auxiliary, Hillsboro $125.00
- Government of American Samoa, Pago Pago, Tutuila, American Samoa $2,000.00
- American Water Works Association, Mt. Vernon, Washington $750.00
- St. Andrews Society of Oregon, Portland $300.00
- Association of Unity Churches, Unity Village, Missouri $100.00
- Myrtle L. Atkinson Foundation, Los Angeles, California $200.00
- Baker Jaycees, Baker $100.00
- The Simon Benson Fund, Inc., Portland $750.00
- Benson Polytechnic High School, Portland $200.00
- Blitz-Weinhard Foundation, Portland $300.00
- Boise Cascade Foundation, Inc., Boise, Idaho $500.00
- Bureau of Indian Affairs, Juneau Office, Juneau, Alaska $375.00
- Carnation Company, Portland $1,000.00
- The Carpenter Foundation, through Medford Senior High School, Medford $167.00
- The Carpenter Foundation, through Phoenix High School, Phoenix $234.00
- Catholic Order of Foresters, Chicago, Illinois $500.00
- School District No. 6, Central Point $100.00
- Cleveland High American Legion Baseball, Portland $100.00
- Cleveland High School Business Scholarship, Portland $1,038.00
- Cole, Clark & Cunningham, Inc., Portland $1,436.00
- College Entrance Examination Board, New York City $3,133.00
- Consolidated Charities, Seattle, Washington $500.00
- Cornell Children's Tuition Scholarship Program, Ithaca, New York $333.00
- Crown Zellerbach Foundation, San Francisco, California $750.00
- Mrs. A. W. Diack, Portland $500.00
- David Douglas High School, Portland $100.00
- Marian Dunlap, Class of '59, Reynolds High School, Beaverton $160.00
- The Electric Club of Oregon, Portland $100.00
- Elks Lodge No. 338, Baker $250.00
- Elks Lodge No. 288, Pendleton $200.00
- Elks Lodge No. 142, Portland $300.00
- Elks Lodge No. 1999, St. Helens $100.00
Ex-Newsboy's Association, Portland $ 500.00
Benjamin Franklin Federal Savings and Loan Association, Portland 187.21
Franklin High School, Portland 100.00
General Telephone Company, Beaverton 800.00
Georgia-Pacific Foundation, Portland 750.00
Grand Guardian Council of Oregon, International Order of Job's Daughters, Portland 600.00
Grange Insurance Association, Seattle, Washington 400.00
Gresham Union High School, Gresham 200.00
Hawaiian Trust Company, Ltd., Honolulu, Hawaii 375.00
Hillsboro Senior High School, Hillsboro 375.00
William & Gretta Holz Foundation, Lodi, California 500.00
Hood River Valley High School, Hood River 175.00
Jackson Foundation, through the U. S. National Bank of Oregon, Portland 2,000.00
Junior Achievement - Columbia Empire, Inc., Portland 900.00
Laspauf, Inc., Cambridge, Massachusetts 500.00
Latin American Scholarship Program of American Universities (LASPAU), Cambridge, Massachusetts 4,400.00
Mr. Norman F. Leyden, Portland 140.00
Mr. Walton Manning, Portland 600.00
Mark Guild for Retarded Children, Portland 173.00
McKay's Markets, Coos Bay 125.00
Meier & Frank Co., Portland 1,294.00
Mr. A. A. Morden, Portland 1,100.00
Most Worshipful St. Joseph Grand Lodge, Portland 500.00
Mt. Tabor Presbyterian Church, Portland 200.00
Multnomah Women's Club, Inc., Portland 250.00
The National Foundation March of Dimes, Tri-County Chapter, Portland 250.00
Northwest Christian College, Eugene 150.00
Oregon Automobile Insurance Co., Portland 576.00
Oregon Congress of Parents & Teachers, Inc., Portland 504.00
Oregon Chapter P.E.O. Sisterhood, Portland 1,144.00
Oregon Council of the Blind, Inc., Portland 210.00
Oregon State Elks Association, Salem 475.00
Oregon Golden Gloves, Portland 250.00
Oregon State Grange, Women's Activity Department, Portland 200.00
Dr. David P. Pauli, Portland 500.00
Portland Public Schools, District No. 1, Portland 250.00
Portland Rose Festival Association, Portland 507.00
PSU Women's Faculty Club Association, Portland 733.30
Roosevelt High School, Portland 200.00
Harry W. Rowe Fund, Lewiston, Maine 313.80
George H. Sandy Foundation, San Francisco, California 1,300.00
Scappoose High School, Scappoose 300.00
Sherman County Scholarship Association, Moro 100.00
Meeting #400-82

December 14, 1971

Silverton Union High School, Silverton $100.00
Sunset High School, Beaverton 150.00
Tektronix Foundation, Beaverton 3,500.00
Tenth Mountain Division Foundation, Inc.,
  Colorado Springs, Colorado 300.00
Umatilla Tribal Scholarship Committee, Pendleton 450.00
U.S. National Bank of Oregon, Portland 150.00
Edward L. Ward Scholarship Fund, through the
  U.S. National Bank of Oregon, Portland 500.00
Washington University, St. Louis, Missouri 1,225.00
Woodrow Wilson High School, Portland 500.00

Cascade Corporation Grant of $1,000 from Cascade Corporation, Portland, "for purchase of laboratory equipment for research of fluid controls for a pneumatic conveying system," beginning September 14, 1971, under the direction of Dr. Pah Chen, Assistant Professor of Applied Science.

S. G. Clark Gift of books in the areas of education, psychology, counseling, and guidance, valued at $317, from Dr. Selby G. Clark, Milwaukie, for use in the library under the direction of Dr. Frank Rodgers, Director of the Library.

Federal Republic Gift of 11 reels of newsreel entitled, "Deutschlandspiegel, Nos. 186, 188, 189 in English, and Nos. 179-184 and 188, 189, in German, with accompanying text in English and German, from the Federal Republic of Germany, Portland. The gift is valued at $1,100 and covers the period September 1969 through July 1970.

J. R. Montague Gift of A Dictionary of the English Language by Samuel Johnson, issued in two volumes by John Jarvis in 1786, from Dr. John R. Montague, Portland. The gift is valued at $125 and is for use in the library under the direction of Dr. Frank Rodgers.

Crown Zellerbach Foundation Gift of $250 from Crown Zellerbach Foundation, San Francisco, California, for "Conservation Programs: Portland State University Summer Term Special Programs," August 1 through August 21, 1971, under the direction of Mr. Paul L. Reiling, Associate Director, Portland State University Summer Term.

Metropolitan Area Community Coordinated Child Care Council Grant of $25,576 from the Metropolitan Area 4 C Council, Portland, for "The Observation and Measurement of Non-Verbal Control Techniques in Daycare Settings," July 1, 1971, through June 30, 1972, under the direction of Mr. Lyndon R. Musolf, Director, Urban Studies.

F. Langhammer Gift of motion picture film, valued at $600, from Dr. Franz Langhammer, Portland, for use in the library, under the direction of Dr. Frank Rodgers, Director of the Library.

Martin Marietta Corporation Grant of $8,632 from Martin Marietta Corporation, Denver, Colorado, "To conduct optical tracking and orbital analysis of Apollo 14 Spacecraft," February 1 through June 30, 1971, under the direction of Dr. Mark Gurevitch, Head of the Physics Department.
Grant of $28,000 from the National Science Foundation, Washington, D.C., for research entitled, "Structure and Function of Enzymes in Pyrimidine Pathway," October 15, 1971, through March 31, 1974, under the direction of Mr. W. Herman Taylor, Professor of Biology.

Subgrant of $37,802 through the Oregon State Public Welfare Division, Salem, "to provide funds for operation of the Learning Center to be established within the Albina Multi-Service Center," September 1, 1971, through June 30, 1972, under the direction of Miss Kay Jernigan, Assistant Professor of Social Work. These represent federal funds allocated under a Title IV grant.

Grant of $1,462 from the Oregonian Publishing Company, Portland, for "Newspaper in the classroom for the University's summer term special program," August 16 through 21, 1971, under the direction of Mr. Paul L. Reiling, Associate Director, Portland State University Summer Term.

Gift of $450 from the Portland State University Development Foundation, Portland, to employ a college work-study program student, under the direction of Mr. Ed Grosswiler, Administrative Assistant, Social Science Department.

Grants totaling $188,627 from the U. S. Department of Health, Education and Welfare, Washington, D.C., for training programs, as follows:

1. $125,000 - "To support the operation of a Program for Trainers of Teachers of Teachers for Disadvantaged Youth," July 1, 1971, through June 30, 1972, under the direction of Mr. David E. Willis, Professor of Education.

2. $63,627 - "Medical Sociology in Urban Studies," September 1, 1971, through August 31, 1972, under the direction of Mr. James Weiss, Assistant Professor of Sociology.

Gift of $250 from Mr. Max Wechsberg, Portland, for Educational Activities, Theater of the Deaf, during 1971, under the direction of Mr. Howard Dahlstrom, Administrative Officer, Educational Activities.

Gift to the library of 80 volumes of the Transactions of the American Institute of Electrical Engineers, from Mr. Jess Wheelock, Beaver Creek, under the direction of Dr. Frank Rodgers, Director of the Library. The gift is valued at $400.
Oregon College of Education

Scholarships & Fellowships

Gifts totaling $4,333 from the following donors for scholarships and fellowships:

- Alpha Delta Kappa, Xi Chapter, Salem $ 100.00
- Anonymous Donor 126.00
- Elks Lodge No. 1989, Beaverton 321.00
- Georgia-Pacific Foundation, Portland 250.00
- Kiwanis Club, Tillamook 500.00
- Lebanon Union High School, Lebanon 300.00
- Oregon Federation of Business and Professional Women's Clubs, Inc., Clatskanie 200.00
- Oregon State Elks Association, Salem 1,450.00
- Women's Activity Department, Oregon State Grange, Portland 200.00
- Oregon State Chapter, P.E.O. Sisterhood, Portland 150.00
- Trust Territory of the Pacific Islands, Saipan, Micronesia Islands 336.00
- Yakima Indian Nation, Toppenish, Washington 400.00

U.S. Dept. of the Interior

Grant of $26,886 from the U.S. Department of the Interior, Bureau of Indian Affairs, Washington, D.C., "to provide a cultural enrichment program for 34 third, fourth, and fifth grade students of the Gambell Day School, Gambell, Alaska," October 15, 1971, through June 30, 1972, under the direction of Dr. Paul H. Jensen, Professor of Education.

U.S. Dept. of Justice

Grant of $309,256 from the U.S. Department of Justice, Washington, D.C., "to provide loans and grants to students enrolled in the Law Enforcement Education Program," July 1, 1971, through June 30, 1972, under the direction of Mr. Jean S. Long, Assistant Professor of Social Science.

Southern Oregon College

Scholarships & Fellowships

Gifts totaling $26,914 from the following donors for scholarships and fellowships:

- American Baptist Foreign Missionary Society, Richmond, Virginia $ 250.00
- Ashland Senior High School, Ashland 100.00
- Associated Teachers, District No. 6, Central Point 136.00
- Bate Plywood Company, Inc., Merlin 100.00
- Britt Memorial Scholarships, Medford 900.00
- Carpenter Scholarship Fund, through Ashland Senior High School, Ashland 2,106.00
- Carpenter Foundation Scholarships, through School District No. 6, Central Point 2,538.00
- Carpenter Scholarships, through Phoenix High School, Phoenix 1,309.00
Centennial Lions Club, Portland  
College Women's Club of Rogue River Valley, Ashland  
Community Scholarship Fund, Bandon  
Mr. and Mrs. Clifford Cordy, Central Point  
Criswell Scholarship Foundation, through the U.S. National Bank of Oregon, Portland  
Dora Sitkum Parent-Teacher Association, Myrtle Point  
Elks Lodge No. 1168, Medford  
Elks National Foundation, Chicago, Illinois  
First Presbyterian Church, Ashland  
Paula Fisher Memorial Scholarship, Grants Pass  
Foreign Mission Board, Richmond, Virginia  
Girls League, Scappoose High School, Scappoose  
Hillsboro Union High School Student Body, Hillsboro  
Inc Kauaulani Home for Girls, Honolulu, Hawaii  
International Order of Rainbow for Girls, Tillamook  
The Jackson Foundation, Portland  
Klamath Union High School, Klamath Falls  
Lions Club, Ashland  
Lions Club, Mapleton  
Lions Club, Rogue River  
Lions Club, Yoncalla  
Mildred M. Lister Scholarship, Medford  
McKenzie High School, Finn Rock  
Medford Jaycees, Medford  
Medford Senior High School, Medford  
National Honor Society, Henley High School, Klamath Falls  
Oregon Nurses Association, Portland  
Oregon Shakespearean Festival Association, Ashland  
Phoenix High School, Phoenix  
Pilot Rock Jaycees, Pilot Rock  
Richardson Elementary Parent-Teacher Association, Central Point  
Rogue Valley Physicians' Service, Medford  
Roseburg High School, Jim Aiken Memorial Scholarship Fund, Roseburg  
S&H Foundation, Inc., New York City  
Soroptimist Club of Ashland, Ashland  
Southern Oregon Plywood, Grants Pass  
Southern Oregon State Bank, Grants Pass  
Trust Territory of the Pacific Islands, Saipan, Mariana Islands  
Howard Turner Educational Trust, through the U.S. National Bank of Oregon, Portland  
U.S. Department of the Interior, Bureau of Indian Affairs, Juneau Area Office, Juneau, Alaska  
U.S. Department of the Interior, Bureau of Indian Affairs, Sacramento Area Office, Sacramento, California  

958  
December 14, 1971  

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Meeting 8400 - 86

December 14, 1971

U.S. Dept. of Justice
Grant of $38,614 from the U. S. Department of Justice, Washington, D.C., "for Law Enforcement Education Program," July 1, 1971, through June 30, 1972, under the direction of Mr. Ivan Polk, Chairman, Law Enforcement Department.

U.S. Dept. of Health, Education & Welfare

Eastern Oregon College

Scholarships & Fellowships
Gifts totaling $30,799.49 from the following donors for scholarships and fellowships:

Boise Cascade Corporation Foundation, Boise, Idaho $ 600.00
Confederated Tribes and Bands, Yakima Indian Nation, Toppenish, Washington 233.33
Confederated Tribes of the Warm Springs Reservation, Warm Springs 383.00
Bureau of Indian Affairs, Juneau Area Office, Juneau, Alaska 3,362.00
Bureau of Indian Affairs, Navajo Area Office, Window Rock, Arizona 4,300.00
Bureau of Indian Affairs, Northern Idaho Agency, Lapwai, Idaho 2,500.00
Bureau of Indian Affairs, Portland Area Office, Portland 2,150.00
Bureau of Indian Affairs, Umatilla Agency, Pendleton 3,915.00
Bureau of Indian Affairs, Warm Springs Agency, Warm Springs 2,367.00
Bureau of Indian Affairs, Yakima Agency, Toppenish, Washington 2,750.00
Elks National Foundation, Chicago, Illinois 600.00
Elks Lodge No. 338, Baker 250.00
Elks Lodge No. 1829, Enterprise 400.00
Elks Lodge No. 358, Heppner 200.00
Elks Lodge No. 433, La Grande 300.00
Elks Lodge No. 288, Pendleton 500.00
Lions Club, Enterprise 1,500.00
Emblem Club No. 406, The Dalles 100.00
Nez Perce Tribal Executive Committee, Lapwai, Idaho 800.00
Oregon State Elks Association, Salem 208.33
Women's Activity Department, Oregon State Grange, Portland 200.00
Rotary Club, La Grande 510.00
Soroptimist Club of Baker, Baker 450.00
Hugh Steers Memorial Fund, through Benjamin Franklin Federal Savings & Loan, Portland 100.00
Umatilla Tribal Scholarship Committee, Pendleton 1,787.50
Wallowa Alumni Association, Wallowa 100.00
Yakima Indian Nation, Toppenish, Washington 233.33
Grant of $12,456 from the Eastern Oregon Community Development Council, La Grande, for "operation of a part-time Head Start Program within the Ackerman Laboratory School," September 1, 1971, through May 31, 1972, under the direction of Dr. William Wells, Professor of Education and Chairman of Elementary Education Department.

Gift of $200 from The S. S. Johnson Foundation, Redmond, for emergency student loans, under the direction of Mr. James C. Lundy, Business Manager.

Grants totaling $1,600 from the Oregon Arts Commission, Salem, for the following purposes:

1. $350 - "To provide funds for a traveling art display," September 1, 1971, through June 5, 1972, under the direction of Mr. Ian K. Gatley, Assistant Professor, Art Department.

2. $1,250 - "To provide financial assistance for the special theatre productions program at Eastern Oregon College during the 1971-72 academic year," September 1, 1971, through June 30, 1972, under the direction of Mr. Max Cook, Director of Campus Relations.

Subrant of $81,939 through the Oregon State Board of Education, Salem, "to provide operational funds and student support for a program of bilingual education to be carried on at Eastern Oregon College during the 1971-72 academic year and the 1972 Summer Session," September 1, 1971, through August 31, 1972, under the direction of Mr. Harold J. Cockrell, Project Director, Bilingual Program. These funds are available under a Title I grant.

Grant of $5,126 from the Oregon State Employment Division, Salem, "to accommodate funds granted to Eastern Oregon College under the Emergency Employment Act for the salary of a Student Administrative Trainee-Personnel Administration," September 7, 1971, through September 7, 1972, under the direction of Mr. James C. Lundy, Business Manager.

Gifts totaling $2,938 from the following donors for scholarships and fellowships:

Henley Parents and Patrons, Klamath Falls $ 100.00
Medford Jaycees, Medford 300.00
OTI Collegiate Veterans Club, Klamath Falls 254.00
Oregon Technical Institute Faculty Wives' and Women's Club, Klamath Falls 200.00
Rogue Valley Physicians' Service, Medford 350.00
Mrs. Minnie Stefonick, Kemmerer, Wyoming 200.00
U.S. Department of the Interior, Bureau of Indian Affairs, Juneau Area Office, Juneau, Alaska 400.00
Weyerhaeuser Company Foundation, Tacoma, Washington 500.00
Women's Auxiliary to Klamath County Medical Society, Klamath Falls 300.00
Woolley Logging Company, Drain 334.00
### Meeting #400-88

**Varian Associates**

Gift of equipment, valued at $3,550, from Varian Associates, Palo Alto, California, for use in the Mechanical Engineering Technology Department.

**Division of Continuing Education**

- **National Endowment for the Humanities**
  Grant of $14,667 from the National Endowment for the Humanities, Washington, D.C., "to produce a documentary film that will contrast the past and the present in terms of man's experience with his land," September 27, 1971, through January 31, 1972, under the direction of Miss Dona Beattie, Administrative Assistant.

- **Oregon State Adult Corrections Division**
  Grant of $1,200 from the Oregon State Adult Corrections Division, Salem, "to prepare, edit and type reports for three federal projects and to prepare and compute data from special reports on job analysis survey," October 1 through November 30, 1971, under the direction of Mr. K. A. Ahlberg, Assistant Director for Business Affairs.

- **U. S. Dept. of the Army, Office of Civil Defense**
  Grant of $76,943 from the U. S. Department of the Army, Office of Civil Defense, "to conduct civil defense conferences, training courses, and emergency operation simulations," October 1, 1971, through September 30, 1972, under the direction of Mr. Dale Price, Project Director.

**Teaching Research Division**

- **Chemawa Indian School**
  Grant of $3,796 from the Chemawa Indian School, Salem, "to conduct in-service training in behavior modification techniques for staff at the Chemawa Indian School, Salem, Oregon," October 12, 1971, through May 31, 1972, under the direction of Dr. David Grove, Associate Research Professor.

- **Klamath County School District**
  Subgrant of $2,000 through the Klamath County School District, Klamath Falls, "to conduct an educational accomplishment audit of the School District's ESEA Title I Project," September 28, 1971, through October 28, 1972, under the direction of Mr. John Quanbeck, Assistant Research Professor.

- **Marion County Intermediate Education Dist.**
  Subgrant of $17,512 through the Marion County Intermediate Education District, Salem, "to provide for a third party evaluation of Oregon's Migrant education programs funded under Title I, ESEA, Migrant Amendment," July 1, 1971, through August 31, 1972, under the direction of Dr. William Moore, Assistant Research Professor.

- **Mid-Willamette Valley Council of Governments**
  Grant of $1,100 from the Mid-Willamette Valley Council of Governments, "to provide additional consulting time to the evaluation of the fiscal year 1971 Community Liaison Program," September 22, 1970, through June 30, 1971, under the direction of Dr. F. Leon Paulson, Assistant Research Professor.

- **Oregon State Board of Education**
  Grants totaling $32,051 from the Oregon State Board of Education, Salem, for the following purposes:
  1. $28,467 - "To refine and continue the development of a Management Information System for Teacher Education," August 1, 1971, through June 30, 1972, under the direction of Mr. John Williamson, Assistant Research Professor.
2. $3,584 - "To evaluate the effectiveness of the programs offered children with extreme learning problems (fiscal year 1971)," January 1 through June 1, 1971, under the direction of Dr. H. D. Fredericks, Research Professor.

Pendleton School District 16R Grant of $781 from the Pendleton School District 16R, Pendleton, "to conduct in-service training in behavior modification techniques for Pendleton School District Staff in Monmouth, October 25-29, 1971," under the direction of Dr. David Grove, Associate Research Professor.

South Umpqua Public Schools Subgrant of $5,442 from the U. S. Office of Education, through the South Umpqua Public Schools, Myrtle Creek, "to provide professional services (consulting) to the South Douglas County Early Childhood Education Project which has been funded by the U. S. Office of Education," July 1, 1971, through June 30, 1972, under the direction of Dr. H. D. Fredericks, Research Professor.

Springfield School District No. 19 Subgrant of $1,305.32 through Springfield School District No. 19, Springfield, "to conduct an educational accomplishment audit of the School District's ESEA Title I Project funded through the Oregon Board of Education," August 17, 1971, through July 21, 1972, under the direction of Mr. John Quanbeck, Assistant Research Professor.


University of South Florida Grant of $12,282 from the University of South Florida "to explicate issues surrounding the conception, development, and maintenance of Teacher Centers and to gather relevant information concerning these issues in an effort to support the thinking of a national study group concerned with Teacher Centers," June 15 through November 15, 1971, under the direction of Mr. David Marsh, Assistant Research Professor. This project is funded by the U. S. Office of Education.

ADJOURNMENT The Board adjourned at 2:05 P.M.

George N. Layman, President

R. L. Collins, Secretary