STATE BOARD OF HIGHER EDUCATION
MINUTES OF MEETING HELD IN
ROOM 201, DIVISION OF CONTINUING EDUCATION BUILDING
PORTLAND, OREGON

JULY 11, 1972

MEETING #404-1

In compliance with the May 22, 1972, written request of a majority of the members of the Board for a special meeting, and at the call of the President of the Board, the Oregon State Board of Higher Education convened in special session in Room 201, Division of Continuing Education Building, Portland, Oregon, on July 11, 1972.

ROLL CALL

The meeting was called to order at 11:00 A.M., P.D.T., by the President of the Board, Mr. George H. Layman, and on roll call the following answered present:

Mr. George H. Corey
Mr. Edward G. Westerdahl II
Mrs. Elizabeth H. Johnson
Mr. Philip A. Joss
Mr. John W. Snider
Mr. George H. Layman

Absent: Mr. Robert D. Holmes and Mr. Loran L. Stewart.

OTHERS PRESENT

Centralized Activities--Chancellor R. E. Lieuallen; Assistant Secretary Jean Oglesby; Mr. Freeman Holmer, Vice Chancellor for Administration; Mr. J. L. Watson, Controller; Mr. Ennis Wuite, Fiscal Analyst; Mr. Michael A. Jennings, Data Systems Coordinator; Mr. George Diel, Director of Communications Development.

Acceptance of Bid for $3,400,000 State of Oregon, State Board of Higher Education Building Bonds, Series 1972 B

The Vice Chancellor for Administration reported that at 9:00 A.M., Pacific Daylight Time, on July 11, 1972, a sealed bid was received, pursuant to an advertisement authorized by the Board of Higher Education at its regular meeting on May 22, 1972, for the proposed sale of $3,400,000 State of Oregon, State Board of Higher Education Building Bonds, Series 1972 B. Present were Mr. James C. George, Investment Officer of the State Treasury Department, and Mr. Howard A. Rankin of Rankin, Walsh & Ragen, Bond Attorneys. The bonds were to be sold at not less than $98 for each $100 par value thereof. The bid received for the bonds was as follows:

<table>
<thead>
<tr>
<th>Name of Bidder</th>
<th>Designated Maturities</th>
<th>Interest Rate</th>
<th>Total Coupon Interest Add Interest Rate</th>
</tr>
</thead>
<tbody>
<tr>
<td>Harris Trust and Savings</td>
<td>1975-1984</td>
<td>6.00%</td>
<td>$3,378,688.75</td>
</tr>
<tr>
<td>Bank, First</td>
<td>1985</td>
<td>4.90%</td>
<td></td>
</tr>
<tr>
<td>National Bank of Oregon, and Associates</td>
<td>1986</td>
<td>5.00%</td>
<td></td>
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<tr>
<td></td>
<td>1987-1988</td>
<td>5.10%</td>
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<td></td>
<td>1989-1990</td>
<td>5.20%</td>
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<td>1991-1992</td>
<td>5.25%</td>
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</tr>
<tr>
<td></td>
<td>1993-1994</td>
<td>5.30%</td>
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<tr>
<td></td>
<td>1995-2000</td>
<td>5.40%</td>
<td></td>
</tr>
<tr>
<td></td>
<td>2001-2002</td>
<td>4.00%</td>
<td></td>
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</tbody>
</table>
Following the reading of the bid, the Vice Chancellor for Administration indicated that the only and most favorable bid was that of Harris Trust and Savings Bank, First National Bank of Oregon, and Associates with a total aggregate interest cost of $3,442,014.00 and an effective interest rate of 5.2140 percent per annum. He also stated that the bonds were to be in denominations of $5,000. It was recommended that said bid be accepted on roll call vote.

It was moved by Director Westerdahl that the bid of Harris Trust and Savings Bank, First National Bank of Oregon, 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, Snider, Westerdahl, and Layman.

Those voting no: None.

The President of the Board thereupon declared said motion duly adopted by a vote of six affirmative and no negative.

It was recommended that the following resolution be adopted:

**RESOLUTION**

BE IT RESOLVED that the THREE MILLION FOUR HUNDRED THOUSAND DOLLARS ($3,400,000) STATE OF OREGON, STATE BOARD OF HIGHER EDUCATION BUILDING BONDS, SERIES 1972 B sold at $98.137 on the 11th day of July, 1972, be issued to bear date the 15th day of July, 1972; to bear interest at the rate of 6.00 percent per annum for the bonds of the issue maturing on April 15, 1975 to 1984 inclusive, at the rate of 4.90 percent per annum for the bonds of the issue maturing on April 15 of the year 1985, at the rate of 5.00 percent per annum for the bonds of the issue maturing on April 15 of the year 1986, at the rate of 5.10 percent per annum for the bonds of the issue maturing on April 15 of the years 1987 to 1988 inclusive, at the rate of 5.20 percent per annum for the bonds of the issue maturing on April 15 of the years 1989 to 1990 inclusive, at the rate of 5.25 percent per annum for the bonds of the issue maturing on April 15 of the years 1991 to 1992 inclusive, at the rate of 5.30 percent per annum for the bonds of the issue maturing on April 15 of the years 1993 to 1994 inclusive, at the rate of 5.40 percent per annum for the bonds of the issue maturing on April 15 of the years 1995 to 2000 inclusive, at the rate of 4.00 percent per annum for the bonds of the issue maturing on April 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 held on May 22, 1972, 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 May 22, 1972 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 May 22, 1972 meeting; and

BE IT FURTHER RESOLVED that the May 22, 1972 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 June 19, 1972 and June 26, 1972, 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 Joss that the above resolution be adopted.

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

Those voting no: None.

The President of the Board thereupon declared said resolution duly adopted by a vote of six affirmative and no negative.

ADJOURNMENT: The Board meeting adjourned at 11:20 A.M.

George H. Layman, President

Jean Oglesby, Assistant Board Secretary