STATE BOARD OF HIGHER EDUCATION
MINUTES OF MEETING HELD IN
ROOM 201, JOHNSON HALL, UNIVERSITY OF OREGON, EUGENE, OREGON

November 15, 1977

MEETING #441-1
A special meeting of the State Board of Higher Education was held by conference
telephone connection in Room 201, Johnson Hall, University of Oregon, Eugene,
Oregon.

ROLL CALL
The meeting was called to order at 11:00 A.M. (P.S.T.), November 15, 1977, by
the President of the Board, Mr. Louis B. Perry, and on roll call the following
answered present:

Mr. Les Anderson  
Mr. Jonathan A. Ater  
Mrs. Jane H. Carpenter  
Mrs. Ruth Daniels  
Mrs. Betty Feves

Mr. Robert C. Ingalls  
Mr. W. Philip McLaurin  
Mr. Loren L. Wyss  
Mr. Louis B. Perry

Absent: Mr. Edward C. Harms, Jr., was absent for business reasons; Mr. Gregory G.
Moore was attending class.

OTHERS PRESENT

Centralized Activities--Chancellor R. E. Lieuallen; Acting Board Secretary Wilma L.
Foster; Freeman Holmer, Vice Chancellor for Administration; Ross Hall, Controller;
Francetta Carroll, Administrative Assistant; Richard Zita, Director of Publications;
Karen McCumsey, Administrative Assistant.

Others--James C. George, Investment Manager, State Treasury Department; Richard D.
Roberts, Ragen & Roberts, Bond Attorneys, Portland.

Acceptance of
Bid for
$2,500,000

The Vice Chancellor for Administration reported that at 9:00 A.M., Pacific Standard
Time, on November 15, 1977, three sealed bids were received, pursuant to an advertise-
ment authorized by the Board of Higher Education at its regular meeting on September
30, 1977, for the proposed sale of $2,500,000 State of Oregon, State Board of Higher Education Building Bonds, Series 1977 A. Present were Mr. James C. George of the State Treasury Department; and Mr. Richard C. Roberts of Ragen & Roberts, Bond Attorneys. The bonds were to be sold at a price of 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 Coupon Interest Cost</th>
<th>Add Discount or Deduct Premium</th>
<th>Total Net Interest Cost</th>
<th>Effective Interest Rate</th>
</tr>
</thead>
<tbody>
<tr>
<td>Harris Trust &amp; Savings Bank, First</td>
<td>1980</td>
<td>4.25%</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>National Bank of Oregon, The Northern Trust Company, and Associates</td>
<td>1980-2000</td>
<td>5.00%</td>
<td>$2,497,156.25</td>
<td>+$9,620.64</td>
<td>$2,506,756.89</td>
<td>5.1007%</td>
</tr>
<tr>
<td>Bache Halsey Stuart Shields Incorporated</td>
<td>2005-2007</td>
<td>5.25%</td>
<td>$2,514,150.00</td>
<td>-$250.00</td>
<td>$2,513,900.00</td>
<td>5.11527%</td>
</tr>
</tbody>
</table>
Meeting #441-2

United States.
National Bank of Oregon

1980-1986 4.50%
1987-1990 4.75%
1991 4.80%
1992-1993 4.90%
1994-1995 5.00%
1996-1997 5.10%
1998-1999 5.20%
2000-2001 5.25%
2002-2007 5.30%

$2,539,135.00 +$41,325.00 $2,580,460.00 5.25%

Following the reading of the bids, the Vice Chancellor for Administration indicated that the most favorable bid was that of Harris Trust & Savings Bank, First National Bank of Oregon, The Northern Trust Company, and Associates with a total net interest cost of $2,506,756.89 and an effective interest rate of 5.1007 percent per annum. He also stated that the bonds were to be in denominations of $5,000.

It was recommended that the low bid be accepted by adoption of the following resolution:

RESOLUTION

BE IT RESOLVED that the TWO MILLION FIVE HUNDRED THOUSAND DOLLARS ($2,500,000) STATE OF OREGON, STATE BOARD OF HIGHER EDUCATION BUILDING BONDS, SERIES 1977 A, sold to Harris Trust & Savings Bank, First National Bank of Oregon, The Northern Trust Company, and Associates at par value less a discount of $9,620.64 on the 15th day of November, 1977, be issued to bear date the first day of December, 1977; to bear interest at the rate of 4.25 percent per annum for the bonds of the issue maturing on June 1, 1980; at the rate of 5.00 percent per annum for the bonds of the issue maturing on June 1, 1981 to 1999, inclusive; at the rate of 5.10 percent per annum for the bond of the issue maturing on June 1, 2000 to 2005, inclusive; at the rate of 5.20 percent per annum for the bonds of the issue maturing on June 1 of the years 2006 to 2007, inclusive; 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 September 30, 1977, 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 September 30, 1977 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 September 30, 1977 meeting; and

BE IT FURTHER RESOLVED that the September 30, 1977 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 Acting 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 New York and Oregon on October 28, 1977, October 31, 1977, and November 7, 1977 be and they hereby are fully approved, ratified, and confirmed.
BE IT FURTHER RESOLVED that functions of the Acting Secretary of the Board in preparing and providing of transcript material, and other actions relating to the bond issue shall be performed by the Acting Secretary of the Board; and correspondingly, functions of the Vice Chancellor for Administration shall be performed by the Vice Chancellor for Administration or by his Administrative Assistant.

It was moved by Director Ingalls that the Board accept the low bid and adopt the proposed resolution. The President of the Board stated that it had been moved that the Board accept the low bid as indicated and adopt the proposed resolution.

On roll call vote the Board voted on the adoption of the motion as follows:

Those voting yes: Directors Anderson, Ater, Carpenter, Daniels, Feves, Ingalls, McLaurin, Wyss, and Perry.

Those voting no: None.

The President of the Board declared said motion duly adopted by a unanimous vote.

Acceptance of Bid for $5,500,000 State of Oregon, State Board of Higher Education Facilities Bonds, Series 1977 B, in preparing and providing of transcript material, and other actions relating to the bond issue shall be performed by the Acting Secretary of the Board; and correspondingly, functions of the Vice Chancellor for Administration shall be performed by the Vice Chancellor for Administration or by his Administrative Assistant.

The Vice Chancellor for Administration reported that at 9:00 A.M., Pacific Standard Time, on November 15, 1977, three sealed bids were received, pursuant to an advertisement authorized by the Board of Higher Education at its regular meeting on September 30, 1977 for the proposed sale of $5,500,000 State of Oregon, State Board of Higher Education Facilities Bonds, Series 1977 B. Present were Mr. James C. George of the State Treasury Department; and Mr. Richard D. Roberts of Ragen & Roberts, Bond Attorneys. The bonds were to be sold at a price of not less than $100 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 Coupon Interest Cost</th>
<th>Deduct Premium</th>
<th>Total Net Interest Cost</th>
<th>Effective Interest Rate</th>
</tr>
</thead>
<tbody>
<tr>
<td>Morgan Guaranty Trust Company of New York by United States National Bank of Oregon</td>
<td>1980-1997</td>
<td>5.00%</td>
<td>$5,538,150.00</td>
<td>$2,490.00</td>
<td>$5,535,660.00</td>
<td>5.1199%</td>
</tr>
<tr>
<td>Bache Halsey Stuart Shields Incorporated</td>
<td>2001-2002</td>
<td>5.10%</td>
<td>$5,531,203.75</td>
<td>$550.00</td>
<td>$5,530,653.75</td>
<td>5.1153%</td>
</tr>
<tr>
<td></td>
<td>2003-2004</td>
<td>5.20%</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>2005-2007</td>
<td>5.25%</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

Following the reading of the bids, the Vice Chancellor for Administration indicated that the most favorable bid was that of Harris Trust & Savings Bank, First National Bank of Oregon, The Northern Trust Company, and Associates with a total net interest cost of $5,493,032.78 and an effective interest rate of 5.0805 percent per annum. He also stated that the bonds were to be in denominations of $5,000.
It was recommended that the low bid be accepted by adoption of the following resolution:

RESOLUTION

BE IT RESOLVED that the FIVE MILLION FIVE HUNDRED THOUSAND DOLLARS ($5,500,000) STATE OF OREGON, STATE BOARD OF HIGHER EDUCATION FACILITIES BONDS, SERIES 1977 B, sold to Harris Trust & Savings Bank, First National Bank of Oregon, The Northern Trust Company, and Associates at par value plus premium of $759.72 on the 15th day of November, 1977, be issued to bear date the first day of December, 1977; to bear interest at the rate of 4.25 percent per annum for the bonds of the issue maturing on June 1, 1980; at the rate of 5.00 percent per annum for the bonds of the issue maturing on June 1, 1981 to 1999, inclusive; at the rate of 5.10 percent per annum for the bonds of the issue maturing on June 1, 2002 to 2005, inclusive; at the rate of 5.20 percent per annum for the bonds of the issue maturing on June 1 of the years 2006 to 2007, inclusive; 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 September 30, 1977, 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 September 30, 1977 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 September 30, 1977 meeting; and

BE IT FURTHER RESOLVED that the September 30, 1977 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 Acting 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 New York and Oregon on October 28, 1977, October 31, 1977, and November 7, 1977, be and they hereby are fully approved, ratified, and confirmed.

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

It was moved by Director Ingalls that the Board accept the low bid and adopt the proposed resolution. The President of the Board stated that it had been moved that the Board accept the low bid as indicated and adopt the proposed resolution.

On roll-call vote the Board voted on the adoption of the motion as follows:

Those voting yes: Directors Anderson, Ater, Carpenter, Daniels, Feves, Ingalls, McLaurin, Wyss, and Perry.

Those voting no: None.

The President of the Board declared said motion duly adopted by a unanimous vote.
Acceptance of Bid for $10,425,000 State of Oregon, Community College and Education Center Bonds, Series 1977 C, Article XI-G

The Vice Chancellor for Administration reported that at 9:00 A.M., Pacific Standard Time, on November 15, 1977, three sealed bids were received, pursuant to an advertisement authorized by the Board of Higher Education at its regular meeting on September 30, 1977, for the proposed sale of $10,425,000 State of Oregon, Community College and Education Center Bonds, Series 1977 C. Present were Mr. James C. George of the State Treasury Department; and Mr. Richard D. Roberts of Ragen & Roberts, Bond Attorneys. The bonds were to be sold at a price of not less than $100 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 Interest Cost</th>
<th>Deduct Premium</th>
<th>Net Interest Cost</th>
<th>Effective Interest Rate</th>
</tr>
</thead>
<tbody>
<tr>
<td>Harris Trust &amp; Savings Bank, First National Bank of Oregon, The Northern Trust Company, and Associates</td>
<td>1980</td>
<td>4.25%</td>
<td>$10,417,550.00</td>
<td>$1,074.58</td>
<td>$10,416,475.42</td>
<td>5.0805%</td>
</tr>
<tr>
<td>Bache Halsey Stuart Shields Incorporated</td>
<td>1980-1999</td>
<td>5.00%</td>
<td>$10,488,265.00</td>
<td>$1,042.50</td>
<td>$10,487,222.50</td>
<td>5.1150%</td>
</tr>
<tr>
<td>Morgan Guaranty Trust Company of New York by United States National Bank of Oregon</td>
<td>1980-1997</td>
<td>5.00%</td>
<td>$10,501,745.00</td>
<td>$4,381.00</td>
<td>$10,497,364.00</td>
<td>5.1199%</td>
</tr>
</tbody>
</table>

Following the reading of the bids, the Vice Chancellor for Administration indicated that the most favorable bid was that of Harris Trust & Savings Bank, First National Bank of Oregon, The Northern Trust Company, and Associates with a total net interest cost of $10,416,475.42 and an effective interest rate of 5.0805 percent per annum. He also stated that the bonds were to be in denominations of $5,000.

It was recommended that the low bid be accepted by adoption of the following resolution:

RESOLUTION

BE IT RESOLVED that the TEN MILLION FOUR HUNDRED TWENTY-FIVE THOUSAND DOLLARS ($10,425,000) STATE OF OREGON, COMMUNITY COLLEGE AND EDUCATION CENTER BONDS, SERIES 1977 C, sold to Harris Trust & Savings Bank, First National Bank of Oregon, The Northern Trust Company, and Associates at par value plus a premium of $1,074.58 on the 15th day November, 1977, be issued to bear date the first day of December 1977; to bear interest at the rate of 4.25 percent per annum for the bonds of the issue maturing on June 1, 1980; at the rate of 5.00 percent per annum for the bonds of the issue maturing on June 1, 1981 to 1999, inclusive; at the rate of 5.10 percent per annum for the bonds of the issue maturing on June 1, 2002 to 2005, inclusive; at the rate of 5.20 percent per annum for the bonds of the issue maturing on June 1 of the years 2006 to 2007, inclusive; 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 September 30, 1977, 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 September 30, 1977 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 September 30, 1977 meeting; and

BE IT FURTHER RESOLVED that the September 30, 1977 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 Acting 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 New York and Oregon on October 28, 1977, October 31, 1977, and November 7, 1977, be and they hereby are fully approved, ratified, and confirmed.

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

It was moved by Director Ingalls that the Board accept the low bid and adopt the proposed resolution. The President of the Board stated that it had been moved that the Board accept the low bid as indicated and adopt the proposed resolution.

On roll call vote the Board voted on the adoption of the motion as follows:

Those voting yes: Directors Anderson, Ater, Carpenter, Daniels, Feves, Ingalls, McLaurin, Wyss, and Perry.

Those voting no: None.

The President of the Board declared said motion duly adopted by a unanimous vote.

ADJOURNMENT

The Board Meeting was adjourned at 11:20 A.M.

Wilma L. Foster, Acting Secretary
Oregon State Board of Higher Education

Louis B. Perry, President

Wilma L. Foster, Acting Secretary