

Minutes of a Special Meeting of the Executive Committee of the Board of Trustees of the University of Kentucky, Lexington, Kentucky, held on September 9, 1964.

A meeting of the Executive Committee of the Board of Trustees of the University of Kentucky was held in the Board Room of the Administration Building on the University campus, in Lexington, Kentucky, on September 9, 1964, at 4:30 P. M., Eastern Standard Time, pursuant to notice duly given to each member of the Executive Committee.

Upon roll call, it was determined that the following members of the Executive Committee were present: Dr. Ralph J. Angelucci, Chairman, Judge James Sutherland, Mr. Robert Hillenmeyer, Dr. Hershell Murray; Mr. Smith Broadbent was absent.

Present also for the meeting was Dr. John W. Oswald, President of the University, and members of the Business Staff.

It having been determined that a quorum was present for the transaction of business, the Chairman called the meeting to order.

The President reminded the Executive Committee of the adoption by the Board of Trustees on March 4, 1964, of a Resolution (subsequently amended on April 2, 1963), creating and establishing a Community Colleges Educational Buildings Project of the University, and creating and establishing an issue of Community Colleges Educational Buildings Revenue Bonds of the Board of Trustees; and of the Board's adoption on June 12, 1964, of the Series B Resolution authorizing the issuance and public sale of \$1,000,000 "Community Colleges Educational Buildings Revenue Bonds, Series B," wherein authority was vested in the Executive Committee to act in the matter of the public sale of the Series B Bonds.

The President reported to the Executive Committee that an appropriate form of "Notice of Sale of Bonds," as recommended by the Fiscal Agents and submitted by Bond Counsel, had been published on August 27, 1964, in The Daily Bond Buyer, New York, New York, and in The Courier-Journal, Louisville, Kentucky, soliciting the submission to the Board at this time and in the office of the President of sealed competitive proposals or bids for the purchase of said Bonds. He tendered for the records of the Executive Committee Affidavits from employees of each of said publications evidencing such publication, and also tendered for examination a copy of the printed "Official Statement" which had been approved by the President and the Business Staff of the University and disseminated widely among Municipal Bond Dealers without solicitation, and subsequently to all interested parties who requested the same. He announced that after publication and dissemination of this instrument, it had

been discovered by the Fiscal Agents that the same contained an error, in that the table showing the maturities of the "Series A Bonds," the amounts maturing on May 1, 1987 and 1988 were shown to be \$70,000, whereas the same should have been shown as \$75,000. The Fiscal Agents had reported that discovery of this error occurred too late to issue a corrective addendum; but that every effort had been made to advise by telephone all parties generally known to be interested in the preparation of bids for the purchase of these Bonds. It was the opinion of the Fiscal Agents that all parties in interest had been so notified; but it was felt that announcement of the discovery of such error should be made prior to the opening of bids, with an opportunity afforded to any bidder to withdraw the bid if so desired. There was no request that any bid be withdrawn.

The hour set forth in said published notices for the opening and consideration by the Executive Committee of purchase bids having arrived, the President tendered to the Chairman all of the sealed competitive bids which had been received in his office prior to 4:30 P.M., Eastern Standard Time, on this date. The Chairman publicly opened and publicly read each bid and by unanimous agreement it was ordered that the same be listed in the minutes of the meeting by identification of bidder, the price offered, and the respective interest coupon rate or rates stipulated in each bid, which is done, as follows:

NAME OF BIDDER	PRICE OFFERED (Exclusive of Accrued Interest)	INTEREST COUPON RATE OR RATES STIPULATED	NET INTEREST COST
Equitable Securities Corp.	\$980,020.00	1966-1968 3 3/4%	
Merrill Lynch, Pierce, Fenner & Smith		1969-1972 3.60	
		1973-1978 3 1/2	
W.E. Hutton & Co.		1979-1986 3.60	
Stifel, Nicolaus & Co.		1987-1989 3.70	3.74419%
Russell, Long & Co.			
Blyth & Co., Inc. and Associates	984,879.00	1966-1969 3%	
		1970-1972 3 1/4	
		1973-1977 3 1/2	
		1978-1979 3.60	
		1980-1981 3.70	
		1982-1984 3 3/4	
		1985-1989 3.80	3.78052%

John Nuveen & Co., Inc. and Associates	982,494.00	1966-1970	3%	
		1971-1973	3.30	
		1974-1975	3.40	
		1976-1978	3 1/2	
		1979-1980	3.60	
		1981-1982	3.70	
		1983-1989	3.80	3.7812%
First U.S. Corp.	980,000.00	1966-1974	3 1/4%	
		1975-1978	3 1/2	
		1979-1983	3 3/4	
		1984-1989	3 7/8	3.85674%

After consideration and comparison of the purchase bids, Committee Member Robert Hillenmeyer introduced, caused to be read in full, and moved suspension of all rules and immediate adoption of a proposed resolution, as follows:

A RESOLUTION OF THE EXECUTIVE COMMITTEE OF THE BOARD OF TRUSTEES OF THE UNIVERSITY OF KENTUCKY ACCEPTING THE BEST BID RECEIVED IN THE OFFICE OF THE PRESIDENT PRIOR TO 4:30 P. M., EST., ON SEPTEMBER 9, 1964, FOR THE PURCHASE OF \$1,000,000 "COMMUNITY COLLEGES EDUCATIONAL BUILDINGS REVENUE BONDS, SERIES B," AND ESTABLISHING THE INTEREST COUPON RATES TO BE MADE APPLICABLE THERETO

THE EXECUTIVE COMMITTEE OF THE BOARD OF TRUSTEES OF THE UNIVERSITY OF KENTUCKY DOES HEREBY RESOLVE, AS FOLLOWS:

Section 1. It is hereby determined and declared that the best bid or proposal received in the office of the President of the University prior to 4:30 P. M., EST., on September 9, 1964, for the purchase of the Board's \$1,000,000 "University of Kentucky Community Colleges Educational Buildings Revenue Bonds, Series B," dated May 1, 1964, as authorized by the Series B Resolution adopted on June 12, 1964, was and is the bid of Equitable Securities Corp. and Associates offering to purchase the entire bond issue at a price of \$980,020 (plus accrued interest to delivery) upon condition that the same be caused to bear interest at the following respective interest coupon rate or rates:

<u>YEARS OF MATURITY</u>	<u>COUPON RATE STIPULATED</u>
1966-1968	3 3/4%
1969-1972	3.60
1973-1978	3 1/2
1979-1986	3.60
1987-1989	3.70

Said bid or proposal is found and declared to be in conformity with the terms and conditions of the public offering of said Bonds, and to be advantageous and acceptable as to both price and interest coupon rate or rates. Said bid is hereby accepted by the Executive Committee, for and on behalf of the Board of Trustees, and the same, together with this Resolution of acceptance, shall constitute a firm contract for the purchase and sale of said Bonds, subject to the conditions of the public offering as set forth in the published "Notice of Sale of Bonds."

Section 2. Said Bonds shall bear interest at the respective interest coupon rates stipulated by the purchase bidder, as the same are set forth in Section 1 of this Resolution. The Fiscal Agents may direct the printer to proceed with the preparation of the Bonds accordingly.

Section 3. When the Bonds have been prepared by the printer, the same shall be executed on behalf of the Board in the manner prescribed in connection therewith, authenticated by the Trustee, and delivered to the purchase bidder identified in Section 1 hereof upon payment of the purchase price.

Section 4. The good faith check of the purchase bidder in the sum of \$20,000 shall be held uncashed by the Treasurer of the University until the occasion of the delivery of the Bonds and payment therefor, at which time, at the election of the purchase bidder, the Treasurer may cash said check and deposit the proceeds thereof as constituting a portion of the proceeds of the sale of said Bonds, or may surrender such check to the purchase bidder upon payment of the full purchase price with accrued interest to delivery. The checks of all unsuccessful bidders shall immediately be returned to them by the Secretary of the Board.

Section 5. This Resolution shall be in full force and effect from and after its adoption.

ADOPTED: September 9, 1964.

(SEAL)

ATTEST:

Chairman, Executive Committee
Board of Trustees

Secretary

The motion for the adoption of said Resolution was seconded by Committee Member James Sutherland. After full discussion the Chairman put the question and the following voted:

Voting "Aye": Dr. Ralph J. Angelucci, Chairman, James Sutherland, Robert Hillenmeyer, Hershell Murray.

Voting "Nay": None.

The Chairman then announced that said Resolution had been duly adopted and was in full force and effect.

There being no further business, on motion and vote, the meeting was adjourned.

Secretary

(SEAL)