

DDG610

Morehead, Kentucky
April 21, 1971

An adjourned session of the regular meeting of the Board of Regents of Morehead State University of April 7, 1971, was convened in the office of the President of the University at Morehead, Kentucky, on April 21, 1971, at the hour of 10:00 A.M., EST.

On roll call the following members answered present:

- Mr. Wendell P. Butler, Chairman
- Dr. W. H. Cartmell
- Mr. Lloyd Cassity
- Mr. Jerry Howell
- Mr. Cloyd McDowell
- Mr. B. F. Reed
- Dr. Frank Mangrum
- Mr. Jack Sims

Absent: Mr. Charles Wheeler

The Presiding Officer announced that a quorum was present for the transaction of business and called the meeting to order.

President Doran suggested that inasmuch as the principal occasion for this meeting was for the purpose of receiving, considering, and taking action upon such bids as might be received for the purchase of the \$6,300,000 "Board of Regents of Morehead State University Consolidated Educational Buildings Revenue Bonds, Series G," at 10:00 o'clock A.M., EST, and that said hour had now arrived, he wished to present for opening and consideration by the Board all purchase bids received for the said bonds in his office, as President, at or prior to 10:00 A.M., EST, on this the 21st day of April, 1971. President Doran stated that before opening said bids he felt he should tender to the Board proof of proper advertising of the bond sale according to the requirements of KRS Chapter 424, and in that connection presented an Affidavit from an employee of The Courier-Journal & Louisville Times Co., Louisville, Kentucky, and an Affidavit from an employee of The Bond Buyer, New York, New York, showing publication of the authorized "Notice of Sale of Bonds" on April 12, 1971, in The Courier-Journal and in The Daily Bond Buyer. The President also tendered a copy of the printed "Official Statement" prepared by the Fiscal Agent and examined and approved by the President and Administrative Staff, copies of which were given wide unsolicited distribution by the Fiscal Agent, and were also sent to all interested parties who have requested the same. On motion of Mr. Cassity, seconded by Mr. Reed, and unanimously carried, it was ordered that said documents be preserved by the Secretary as permanent records of the Board of Regents, but that the same not be copied in full in the minutes of the meeting.

Minutes of April 21, 1971, cont'd

President Doran thereupon handed to the Presiding Officer the sealed bids received in his office prior to 10:00 A.M., EST, on April 21, 1971, and each bid was publicly opened and read. It was ordered that the same be listed in the minutes by name of bidder (or name of the manager or managers of each bidding account), price offered, and interest coupon rate or rates stipulated, which is done, as follows:

<u>NAME OF BIDDER</u>	<u>PRICE OFFERED</u>	<u>INTEREST RATE OR RATES STIPULATED</u>
John Nuveen & Co. (Inc.) (Managers) and Associates	\$6,174,000.00	1973/1979 - 5-1/4% 1980/1984 - 5-1/2% 1985 - 5-3/4% 1986/1988 - 6% 1989/1991 - 6-1/4% 1992/1993 - 6.30% 1994/2001 - 6.40% (6.3812%)
Blyth & Co., Inc. Kidder, Peabody & Co., Incorporated F. S. Smithers & Co. Joint Managers	\$6,174,405.15	1973/1988 - 7% 1989 - 6.80% 1990/1993 - 6.60% 1994/2000 - 6.70% 2001 - 5-1/2% (6.609225%)

Each bid was examined for matters relating to conformity with the terms and conditions of the public offering; the bids were then compared; and the computations therein were verified to the satisfaction of the Board and the interested parties present. Thereupon, Mr. Cassity introduced, caused to be read in full by the Secretary, and moved immediate adoption of the following resolution, seconded by Mr. Reed:

A RESOLUTION OF THE BOARD OF REGENTS OF MOREHEAD STATE UNIVERSITY ACCEPTING THE BEST BID RECEIVED FOR THE PURCHASE OF \$6,300,000 "MOREHEAD STATE UNIVERSITY CONSOLIDATED EDUCATIONAL BUILDINGS REVENUE BONDS, SERIES G" AND ESTABLISHING THE INTEREST COUPON RATES APPLICABLE THERETO.

THE BOARD OF REGENTS OF MOREHEAD STATE UNIVERSITY HEREBY RESOLVES, AS FOLLOWS:

Section 1. It is hereby determined and declared that the best bid received in the office of the President of the University prior to 10:00 A.M., EST, on April 21, 1971, for the purchase of \$6,300,000 "Morehead State University Consolidated Educational Buildings Revenue Bonds, Series G," dated May 1, 1971, as authorized by the Resolution adopted November 14, 1960, and the Series G Resolution adopted April 7, 1971, was and is the bid of John Nuveen & Co. (Inc.) (Manager) and Associates, offering to purchase

Minutes of April 21, 1971, cont'd

the entire bond issue and pay therefor the sum of \$6,174,000.00 upon condition that said bonds be caused to bear interest at the following respective coupon rates:

All bonds maturing on May 1, in each of the years 1973, to and including 1979,	5-1/4%
All bonds maturing on May 1, in each of the years 1980, to and including 1984,	5-1/2%
All bonds maturing on May 1, in the year 1985	5-3/4%
All bonds maturing on May 1, in each of the years 1986, to and including 1988,	6%
All bonds maturing on May 1, in each of the years 1989, to and including 1991,	6-1/4%
All bonds maturing on May 1, in each of the years 1992, to and including 1993,	6.30%
All bonds maturing on May 1, in each of the years 1994, to and including 2001,	6.40%

It is determined that said bid conforms in all respects to the terms and conditions of the public offering of said bonds and is satisfactory as to both price and interest coupon rates. Said bid is hereby accepted in the name and on behalf of Morehead State University, and the same, together with this resolution of acceptance, shall constitute a firm contract for the purchase and sale of said bonds according to the terms and conditions of the public offering.

Section 2. The said bonds shall bear interest from their date until paid at the respective coupon rates set forth in Section 1 hereof, and the printer shall be instructed to prepare the bonds and interest coupons accordingly. When the bonds have been printed and executed, the proper officers are authorized to deliver the same to the above-named purchasers upon payment of the purchase price, as set forth in Section 1 hereof.

Section 3. The good faith check of the purchasers in the sum of \$63,000 shall be held uncashed by the Treasurer until the time when the bonds are delivered and paid for, at which time the same shall be deposited as constituting a part of the proceeds of the bonds, and the amount thereof (but without interest thereon) shall be allowed as a credit upon the purchase price; or, if the purchasers shall so request, said check may be returned to them by the Treasurer upon payment of the full bid price with accrued interest to delivery. The good faith checks of all unsuccessful bidders shall immediately be returned to the respective bidders by the Secretary.

Section 4. This resolution shall be in full force and effect from and after its adoption.

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Minutes of April 21, 1971, cont'd

After full discussion the Presiding Officer put the question and the following voted:

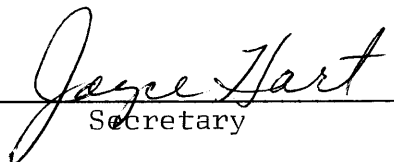
Mr. Butler	Aye
Dr. Cartmell	Aye
Mr. Cassity	Aye
Mr. Howell	Aye
Mr. McDowell	Aye
Mr. Reed	Aye

Nays:	None
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Whereupon the Presiding Officer announced that said motion and resolution had been duly carried, and that the resolution was in full force and effect. The Secretary was directed to deliver or send to the purchasers a certified copy of the sale proceedings as evidence of the proper awarding of the bonds.

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

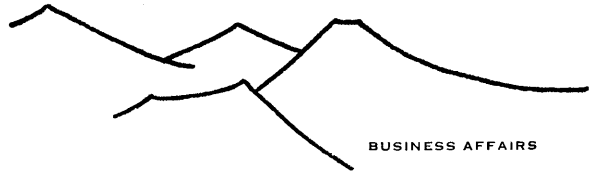

Chairman


Secretary

(Official Bid Forms Submitted Follow)

MOREHEAD STATE UNIVERSITY

MOREHEAD, KENTUCKY 40351



TO: Mr. Wendell Butler, Chairman
Board of Regents

FROM: Mr. Russell McClure, Treasurer
Board of Regents

DATE: April 21, 1971

SUBJECT: Opening of bids on Consolidated Educational Buildings
Revenue Bonds, Series G.

We, the undersigned, have examined the bids received from John Nuveen Company, & Associates represented by Paul H. Ruby, and Blyth & Company, Inc. & Associates represented by Mr. Tom Dupree. The bid documents are in order and we have determined the lowest and best bid having been submitted by John Nuveen Company, & Associates with a net interest cost of 6.3812. The unsuccessful bid represented a net interest cost of 6.609225.

Mr. Paul H. Ruby

Mr. Tom Dupree

Mr. James Brickey

Mr. Cornelius Grafton

Mr. Russell McClure

A large, cursive handwritten signature that reads "Russell McClure".

OFFICIAL BID FORM

\$6,300,000

BOARD OF REGENTS OF MOREHEAD STATE UNIVERSITY
Morehead, Kentucky
CONSOLIDATED EDUCATIONAL BUILDINGS REVENUE BONDS
SERIES G

April 21, _____, 1971

To the Honorable Chairman and Members of the
Board of Regents of Morehead State University
Morehead State University
Morehead, Kentucky

Gentlemen:

We have examined your "Notice of Sale of Bonds" which is attached hereto and made a part hereof and your "Official Statement" which embodies as Exhibit A your Resolution of November 14, 1960, in substance creating and establishing a Consolidated Educational Buildings Project, and an issue of Consolidated Educational Buildings Revenue Bonds, and providing for the issuance of such bonds from time to time pursuant to Series Resolutions; and as Exhibit B your Series G Resolution of April 7, 1971, authorizing the issuance of bonds as identified above. By our submission of this bid we evidence our agreement to the terms and conditions of your sale offering as represented in the above-mentioned instruments.

We hereby offer to purchase the entire \$6,300,000 of said identified bonds, and will pay you for the same the aggregate sum of \$ 6,174,000.00 [must be not less than \$6,174,000], upon condition that interest coupon rates are established and made applicable to said bonds, as follows:

<u>Year</u>	<u>Amount</u>	<u>Coupon Rate</u>	<u>Year</u>	<u>Amount</u>	<u>Coupon Rate</u>
1973	\$ 60,000	<u>5.25</u> %	1988	\$160,000	<u>6.00</u> %
1974	65,000	<u>5.25</u> %	1989	170,000	<u>6.25</u> %
1975	70,000	<u>5.25</u> %	1990	180,000	<u>6.25</u> %
1976	75,000	<u>5.25</u> %	1991	195,000	<u>6.25</u> %
1977	80,000	<u>5.25</u> %	1992	210,000	<u>6.30</u> %
1978	85,000	<u>5.25</u> %	1993	225,000	<u>6.30</u> %
1979	90,000	<u>5.25</u> %	1994	240,000	<u>6.40</u> %
1980	95,000	<u>5.50</u> %	1995	255,000	<u>6.40</u> %
1981	100,000	<u>5.50</u> %	1996	270,000	<u>6.40</u> %
1982	110,000	<u>5.50</u> %	1997	300,000	<u>6.40</u> %
1983	115,000	<u>5.50</u> %	1998	320,000	<u>6.40</u> %
1984	125,000	<u>5.50</u> %	1999	715,000	<u>6.40</u> %
1985	130,000	<u>5.75</u> %	2000	760,000	<u>6.40</u> %
1986	140,000	<u>6.00</u> %	2001	810,000	<u>6.40</u> %
1987	150,000	<u>6.00</u> %			

This bid is made with the understanding that the Board of Regents will furnish without cost to the successful bidder the unqualified approving opinion of Grafton, Ferguson, Fleischer & Harper, Louisville, Kentucky; the executed bonds and the customary closing certificates including the usual certificate that at that time no litigation affecting the legality of the bonds is pending, or known to the signers of such certificate to be threatened.

We enclose as evidence of our good faith a certified or bank cashier's check in the amount of \$63,000, payable to the Treasurer of Morehead State University. In the event this bid is accepted and should, for any reason, we fail to comply with the terms of this bid, said check is to be forfeited by us, as agreed liquidated damages; otherwise said check is to be promptly returned to us.

Respectfully submitted,

JOHN NUVEEN & CO. (INC.) and Associates
(Full Account - see over)

By: _____

Paul H. Ruby, Assistant Manager
Stifel, Nicolaus & Company, Inc.

The foregoing is our purchase bid. We submit our own computations thereof only for your information and convenience:

(a) Total interest cost at coupon rates from date of bonds to final maturity	\$ <u>8,731,452.50</u>
(b) Less premium or Plus discount (if any)	\$ <u>126,000.00</u>
(c) Net interest cost	\$ <u>8,857,452.50</u> <u>6.3812</u> %

Accepted by the Board and receipt of the bid deposit acknowledged, this _____ day of April, 1971.

BOARD OF REGENTS OF MOREHEAD
STATE UNIVERSITY

By Wendell P. Butler
Chairman

ATTEST: (SEAL)

Jayce Hart
Secretary

Return of bid deposit hereby acknowledged:

(Authorized Representative)

JOINT ACCOUNT:

John Nuveen & Co. (Inc.) (Manager)
Merrill Lynch, Pierce, Fenner & Smith Incorporated
Goldman, Sachs & Co.
Eastman Dillon, Union Securities & Co.
Hornblower & Weeks-Hemphill, Noyes
duPont Glore Forgan Municipals Inc.
Shearson, Hammill & Co. Incorporated
Johnston, Brown, Burnett & Knight, Inc.
W. E. Hutton & Co.
Hutchinson, Shockey, Erley & Co.
Stifel, Nicolaus & Company Incorporated
Ball, Burge & Kraus
Channer Newman Securities Co.
Prescott, Merrill, Turben & Co.
Wildman, Neal & DeBolt, Inc.

NOTICE OF SALE OF BONDS

MOREHEAD STATE UNIVERSITY

Morehead, Kentucky

\$6,300,000

Consolidated Educational Buildings Revenue Bonds
Series G

The Board of Regents of Morehead State University, in its corporate capacity, and as an educational agency and instrumentality of the Commonwealth of Kentucky, hereby gives public notice that until the 21st day of April, 1971, at the hour of 10:00 A.M., Eastern Standard Time, it will receive in the office of the President of the University, in the Administration Building, Morehead State University, Morehead, Kentucky, sealed competitive bids for the purchase of its \$6,300,000 "Consolidated Educational Buildings Revenue Bonds, Series G," dated May 1, 1971, being negotiable, coupon revenue bonds in the denomination of \$5,000 each, registrable as to principal only, and maturing as to principal serially in various amounts on May 1 in each of the years 1973 to 2001, inclusive; provided, however, that the bonds maturing May 1, 1982, and thereafter, will be subject to prior redemption at the option of the Board of Regents on any interest payment date (May 1 and November 1) on and after May 1, 1981. The maturity schedule and terms of redemption are set forth in the "Official Statement" to which reference is hereinafter made. Principal and interest will be payable at the principal office of the Trustee, Citizens Fidelity Bank and Trust Company, Louisville, Kentucky, or, at the option of the holders, at the principal office of Chemical Bank, New York, New York.

The Board of Regents has, by Resolution, created its "Consolidated Educational Buildings Project" comprising all educational buildings now existing and hereafter erected upon the Campus of the University in Rowan County, Kentucky, with the exception of housing buildings and facilities and all buildings exclusively for athletics, as distinguished from those which are, or may be, wholly or principally for physical education; and has pledged the revenues thereof consisting of student registration fees imposed upon and collected from all students attending the University at Morehead, Kentucky, for the services furnished by the Consolidated Educational Buildings Project. The bonds have been authorized and will be issued pursuant to authority of Section 162.340, et seq., of the Kentucky Revised Statutes and a Series Resolution duly adopted by the Board of Regents; and will be additionally secured by a statutory mortgage lien upon all buildings comprising the said Project.

All bids shall be for the purchase of not less than the total \$6,300,000 Series G Bonds at a price of not less than \$6,174,000 (98% of face amount); such interest to be at the rate or rates specified in the successful bid in multiples of 1/8 or 1/10 of 1%, not more than one coupon rate per maturity, the differential between the highest and the lowest coupon rates stipulated in any bid not to exceed two (2%) percentage points, and such interest being payable on the first days of May and November of each year, beginning November 1, 1971. Bids are required to be submitted on the Official Bid Form furnished by the Board, and each bid must be accompanied by an unconditional certified or cashier's check on a state or national bank in the sum of \$63,000 payable to the order of the Treasurer of Morehead State University, and each bid must be enclosed in a sealed envelope marked "Proposal for Bonds." The Board will not entertain any bid which proposes that interest becoming due on any bond on any interest payment date be represented by more than one coupon; nor that any bond bear interest otherwise than at a single rate from date to maturity; nor which contains an offer to cancel any interest coupons. Subject to the reserved right to reject bids, the bonds will be awarded to the bidder whose bid produces the lowest net interest cost to the University.

Award or rejection of bids will be made on the date above stated for the receipt of bids, and checks of the unsuccessful bidders will be returned immediately. The check of the successful bidder will be held uncashed as security for the performance of the bid as accepted, but in the event the successful bidder shall fail to comply with the terms of said bid, the check may then be cashed and the proceeds thereof retained as and for agreed liquidated damages. If it shall be found impossible by the Board to issue and deliver the bonds, the check will be returned.

The Board of Regents will provide at delivery, without expense to the purchaser, the prepared and executed bonds, the customary closing documents, including the no-litigation certificate, and the unqualified approving legal opinion of Grafton, Ferguson, Fleischer & Harper, Louisville, Kentucky. Delivery of the bonds will be made in any city in the continental United States (exclusive of Alaska) at the expense of the Board. The offering is upon the basis that at the time of delivery the receipt of interest on other similar bonds is exempt from Federal and Kentucky income taxation; and that at such time the bonds are exempt from all ad valorem taxation in Kentucky. The right to reject bids is expressly reserved.

Copies of the Official Statement and of the Official Bid Form may be obtained by addressing the President of the University at Morehead, Kentucky; or Dupree & Company, Inc., Security Trust Building, Lexington, Kentucky 40507.

BY ORDER OF THE BOARD OF REGENTS:

/s/ Joyce Hart

Secretary, Board of Regents,
Morehead State University
Morehead, Kentucky

OFFICIAL BID FORM

\$6,300,000

BOARD OF REGENTS OF MOREHEAD STATE UNIVERSITY
Morehead, Kentucky
CONSOLIDATED EDUCATIONAL BUILDINGS REVENUE BONDS
SERIES G

April 21, 1971

To the Honorable Chairman and Members of the
Board of Regents of Morehead State University
Morehead State University
Morehead, Kentucky

Gentlemen:

We have examined your "Notice of Sale of Bonds" which is attached hereto and made a part hereof and your "Official Statement" which embodies as Exhibit A your Resolution of November 14, 1960, in substance creating and establishing a Consolidated Educational Buildings Project, and an issue of Consolidated Educational Buildings Revenue Bonds, and providing for the issuance of such bonds from time to time pursuant to Series Resolutions; and as Exhibit B your Series G Resolution of April 7, 1971, authorizing the issuance of bonds as identified above. By our submission of this bid we evidence our agreement to the terms and conditions of your sale offering as represented in the above-mentioned instruments.

We hereby offer to purchase the entire \$6,300,000 of said identified bonds, and will pay you for the same the aggregate sum of \$ 6,174,405.15 [must be not less than \$6,174,000], upon condition that interest coupon rates are established and made applicable to said bonds, as follows:

<u>Year</u>	<u>Amount</u>	<u>Coupon Rate</u>	<u>Year</u>	<u>Amount</u>	<u>Coupon Rate</u>
1973	\$ 60,000	<u>7</u> %	1988	\$160,000	<u>7</u> %
1974	65,000	<u>7</u> %	1989	170,000	<u>6.80</u> %
1975	70,000	<u>7</u> %	1990	180,000	<u>6.60</u> %
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1980	95,000	<u>7</u> %	1995	255,000	<u>6.70</u> %
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1986	140,000	<u>7</u> %	2001	810,000	<u>5 1/2</u> %
1987	150,000	<u>7</u> %			

This bid is made with the understanding that the Board of Regents will furnish without cost to the successful bidder the unqualified approving opinion of Grafton, Ferguson, Fleischer & Harper, Louisville, Kentucky; the executed bonds and the customary closing certificates including the usual certificate that at that time no litigation affecting the legality of the bonds is pending, or known to the signers of such certificate to be threatened.

We enclose as evidence of our good faith a certified or bank cashier's check in the amount of \$63,000, payable to the Treasurer of Morehead State University. In the event this bid is accepted and should, for any reason, we fail to comply with the terms of this bid, said check is to be forfeited by us, as agreed liquidated damages; otherwise said check is to be promptly returned to us.

Respectfully submitted,

BLYTH & CO., INC.
KIDDER, PEABODY & CO., INCORPORATED
F. S. SMITHERS & CO.
Joint Managers

BY: BLYTH & CO., INC.
BY: Ernest J. Childs
Ernest J. Childs
Vice President

The foregoing is our purchase bid. We submit our own computations thereof only for your information and convenience:

(a) Total interest cost at coupon rates from date of bonds to final maturity	\$ <u>9,048,340.⁰⁰</u>
(b) Less premium or <u>Plus discount</u> (if any)	\$ <u>125,594.85</u>
(c) Net interest cost	\$ <u>9,173,934.85</u> <u>6.609225 %</u>

Accepted by the Board and receipt of the bid deposit acknowledged, this _____ day of April, 1971.

BOARD OF REGENTS OF MOREHEAD
STATE UNIVERSITY

By Wendell P. Butler
Chairman

ATTEST:

(SEAL)

Secretary

Return of bid deposit hereby acknowledged:

J. J. J. & COMPANY, INC.
[Signature]
(Authorized Representative)

NOTICE OF SALE OF BONDS
MOREHEAD STATE UNIVERSITY
Morehead, Kentucky

\$6,300,000

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All bids shall be for the purchase of not less than the total \$6,300,000 Series G Bonds at a price of not less than \$6,174,000 (98% of face amount); such interest to be at the rate or rates specified in the successful bid in multiples of 1/8 or 1/10 of 1%, not more than one coupon rate per maturity, the differential between the highest and the lowest coupon rates stipulated in any bid not to exceed two (2%) percentage points, and such interest being payable on the first days of May and November of each year, beginning November 1, 1971. Bids are required to be submitted on the Official Bid Form furnished by the Board, and each bid must be accompanied by an unconditional certified or cashier's check on a state or national bank in the sum of \$63,000 payable to the order of the Treasurer of Morehead State University, and each bid must be enclosed in a sealed envelope marked "Proposal for Bonds." The Board will not entertain any bid which proposes that interest becoming due on any bond on any interest payment date be represented by more than one coupon; nor that any bond bear interest otherwise than at a single rate from date to maturity; nor which contains an offer to cancel any interest coupons. Subject to the reserved right to reject bids, the bonds will be awarded to the bidder whose bid produces the lowest net interest cost to the University.

Award or rejection of bids will be made on the date above stated for the receipt of bids, and checks of the unsuccessful bidders will be returned immediately. The check of the successful bidder will be held uncashed as security for the performance of the bid as accepted, but in the event the successful bidder shall fail to comply with the terms of said bid, the check may then be cashed and the proceeds thereof retained as and for agreed liquidated damages. If it shall be found impossible by the Board to issue and deliver the bonds, the check will be returned.

The Board of Regents will provide at delivery, without expense to the purchaser, the prepared and executed bonds, the customary closing documents, including the no-litigation certificate, and the unqualified approving legal opinion of Grafton, Ferguson, Fleischer & Harper, Louisville, Kentucky. Delivery of the bonds will be made in any city in the continental United States (exclusive of Alaska) at the expense of the Board. The offering is upon the basis that at the time of delivery the receipt of interest on other similar bonds is exempt from Federal and Kentucky income taxation; and that at such time the bonds are exempt from all ad valorem taxation in Kentucky. The right to reject bids is expressly reserved.

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BY ORDER OF THE BOARD OF REGENTS:

/s/ Joyce Hart
Secretary, Board of Regents,
Morehead State University
Morehead, Kentucky