

MINUTES OF THE EXECUTIVE COMMITTEE

BOARD OF REGENTS

WESTERN KENTUCKY UNIVERSITY

December 4, 1986

Required statutory notice having been timely and properly given, a meeting of the Executive Committee of the Board of Regents of Western Kentucky University was held on Thursday, December 4, 1986, at 10:30 a.m., CST, in the Regents Conference Room of the Wetherby Administration Building on the Western campus. Mr. Joe Iracane, Chairman, presided.

The Executive Committee is composed of Mr. Joseph Iracane, Chairman; Mr. Ronald W. Clark; Mr. Joseph Cook, and Mrs. Mary Ellen Miller. The following members were present:

Mr. Joseph Cook
Mr. Joseph Iracane
Mrs. Mary Ellen Miller

Chairman Iracane declared a quorum present for the meeting.

Also present were Dr. Kern Alexander, President; Mrs. Liz Esters, Secretary to the President and Board of Regents; Mr. Harry K. Largen, Vice President for Business Affairs and Treasurer; Dr. Paul Cook, Executive Vice President for Administrative Affairs; Dr. Stephen House, Executive Assistant to the President; Mr. William E. Bivin; University Attorney and Parliamentarian; and Mr. Fred Hensley, Director of Public Information.

Vice President Harry Largen introduced Mr. Bentley Bradshaw, a representative of First Kentucky Securities, who assisted with the bond sale and evaluation of bids. Mr. Bradshaw reported that six bids were received; all were very good bids with all net interest costs under 7 percent. The winning bid was submitted by **Johnson, Brown, Burnett & Knight & Associates**, of Louisville, Kentucky, at a net interest cost of **6.5665** percent. Interest rates on that bid ranged from 4.25 percent up to 6.625 percent.

Secretary's Note: A copy of the Official Bid Form for this bid is attached to the minutes as **Exhibit I**.

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Vice President Largen recommended to the Executive Committee of the Board that the bonds be awarded to Johnson, Brown, Burnett & Knight & Associates at the net interest cost of 6.5665 percent.

Based on the bids received and based on the authority given to the Executive Committee by the full Board at the last regular meeting on November 7, 1986, Mr. Cook moved that the Executive Committee pass the resolution as follows:

RESOLUTION RELATING TO THE
\$8,450,000 WESTERN KENTUCKY UNIVERSITY
CONSOLIDATED EDUCATIONAL BUILDINGS
REVENUE BONDS, SERIES I

RECITALS

- A. The Board of Regents of Western Kentucky University ("the Board") at its meeting on November 7, 1986, passed and adopted a Resolution entitled:

A RESOLUTION AUTHORIZING THE ISSUANCE OF \$8,450,000
WESTERN KENTUCKY UNIVERSITY CONSOLIDATED EDUCATIONAL
BUILDINGS REVENUE BONDS, SERIES I,

said Resolution being referred to herein as "the Series I Resolution."

- B. Pursuant to Section 2.11 of the Series I Resolution, the Treasurer has caused to be published a Notice of Bond Sale with respect to the Series I Bonds for the information of potential bidders and has furnished copies of an Official Statement and Official Terms and Conditions of Bond Sale to interested persons requesting the same.
- C. Under the terms of the Notice of Bond Sale and the Official Terms and Conditions of Bond Sale, it is provided that proposals for purchase of the Series I Bonds would be received by the Board until 10:00 a.m. on December 4, 1986.
- D. The following proposals for purchase of the Series I Bonds have been received in due time and acceptable form: (See pages 6-8 attachment to the Minutes labeled Exhibit II.)
- E. The Executive Committee of the Board has considered the matter of which bid is most advantageous to the Board.

NOW, THEREFORE, the Executive Committee of the Board of Regents of Western Kentucky University hereby resolves as follows:

1. The Series I Resolution, as passed and adopted by the Board on November 7, 1986, be hereby approved, ratified, and confirmed in all respects.
2. The proposal of **Johnson, Brown, Burnett & Knight and Associates** as follows, for the purchase of the \$8,450,000 "Western Kentucky University Consolidated Educational Buildings Revenue Bonds, Series I," dated November 1, 1986, ("the Series I Bonds") is hereby accepted as the highest and best bid (the "Successful Bid"):

Bonds Maturing <u>May 1</u>	Interest Rate (%)	Aggregate Principal <u>Amount</u>
1988	4.25%	\$125,000
1989	4.50%	170,000

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1990	4.75%	180,000
1991	5.00%	185,000
1992	5.20%	200,000
1993	5.35%	210,000
1994	5.50%	220,000
1995	5.70%	240,000
1996	5.85%	310,000
1997	6.00%	295,000
1998	6.10%	310,000
1999	6.20%	330,000
2000	6.30%	350,000
2001	6.40%	370,000
2002	6.50%	750,000
2003	6.60%	825,000
2004	6.60%	760,000
2005	6.60%	815,000
2006	6.625%	870,000
2007	6.625%	935,000

Net Interest Cost = \$7,998,026.88

3. The interest rates on the Series I Bonds are hereby fixed at the rates set out in the Successful Bid.
4. The Series I Bonds as identified in the Series I Resolution shall be delivered by the officers of the Board in accordance with the terms of the Series I resolution as soon as ready.
5. The confirmation of the Successful Bid subjects the Board to no liability if it is unable to obtain the final approving legal opinion of Wyatt, Tarrant & Combs, Louisville, Kentucky, Bond Counsel; but also the purchaser shall not be required to take up the Series I Bonds without the final approving legal opinion of Bond Counsel aforesaid.
6. The Resolution shall be in full force and effect from and after its adoption.

The motion was seconded by Mrs. Miller, and the roll call vote

follows:

Aye: Cook, Iracane, Miller

Nay: None

The resolution was adopted by the Executive Committee of the Board on December 4, 1986.

There being no further business to come before the Committee, a motion for adjournment was made by Mr. Cook and seconded by Mrs. Miller.