

Des Moines, Iowa
January 12 and 13, 1967

The State Board of Regents met in its office in the State Office Building,
Des Moines, Iowa, on January 12 and 13, 1967.

Present:

Members of the State Board of Regents

Mr. Redeker, President	All sessions
Mr. Loss	All sessions
Mr. Louden	All sessions
Mr. Molison	All sessions
Mr. Perrin	All sessions
Mr. Quarton	All sessions
Mr. Richards	All sessions
Mrs. Rosenfield	All sessions
Mr. Wolf	All sessions

Office of State Board of Regents

Executive Secretary Dancer	All sessions
Assistant Executive Secretary Richey	All sessions
Administrative Assistant Gernetzky	All sessions
Secretary to Secretary Lenihan	All sessions
Secretary Rohn	All sessions

State University of Iowa

President Bowen	All sessions
Vice President Boyd	All sessions
Vice President Jolliffe	All sessions
Vice President Hardin	All sessions
Director Strayer	All sessions
Director Zenor	January 12th, only

Iowa State University

President Parks	All sessions
Vice President Christensen	All sessions
Vice President Moore	All sessions
Director Hamilton	All sessions

State College of Iowa

President Maucker	January 13th, only
Vice President Lang	All sessions
Business Manager Jennings	All sessions
Director Holmes	January 13th, only

Iowa School for the Deaf

Superintendent Giangreco	All sessions
Business Manager Geasland	All sessions

Iowa Braille and Sight-Saving School

Superintendent Hansen	All sessions
Business Manager Berry	All sessions

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The Board met at 9:00 a.m., January 12, 1967, with President Redeker in the chair and Mr. Dancer secretary of the meeting.

GENERAL OR MISCELLANEOUS

The following business relating to general or miscellaneous matters was transacted on January 12, 1967:

CAPITAL IMPROVEMENTS - METHODS OF FINANCING. The following three proposed bills for financing capital improvements that had been redrafted by Chapman and Cutler were reviewed, and Associate Dean and Director Zenor discussed some of the points that had been brought up by Chapman and Cutler: (See page 209, Board minutes of December 10-12, 1966.)

1. A proposed bill for financing long range academic and administrative capital improvements.
2. A proposed bill providing for a standing appropriation.
3. A proposed bill for financing hospital based capital improvements.

President Redeker stated that the Board is being asked to approve the two proposed bills.

Mr. Wolf moved that the two bills before the Board (No. 1 and No. 2) be approved and that they be introduced as companion bills with the recommendation that both be passed or neither of them. The motion was seconded by Mr. Loss.

Mrs. Rosenfield moved that Section 12 of the proposed bill for financing long range academic and administrative capital improvements be amended by striking the first five words and inserting in lieu thereof "At each legislative session". The motion was seconded by Mr. Wolf and, on roll call, the vote was:

Aye: Mr. Molison, Mrs. Rosenfield, Mr. Wolf and Mr. Redeker.

Nay: Mr. Loss, Mr. Louden, Mr. Perrin, Mr. Quarteron and Mr. Richards.

President Redeker declared that the motion to amend had failed.

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President Redeker called for a roll call vote on Mr. Wolf's motion:

Aye: Mr. Loss, Mr. Molison, Mr. Perrin, Mr. Quarton, Mrs. Rosenfield, Mr. Wolf and Mr. Redeker.

Nay: Mr. Louden and Mr. Richards.

President Redeker declared the motion passed.

Vice President Hardin recommended that Section 8 of the bill for financing hospital based capital improvements (No. 3) be amended by striking from the second sentence the words "No taxes, appropriations or other funds of the State of Iowa" and substituting therefor the words "No taxes or other funds of the State of Iowa appropriated to the institution"; and the recommendation was approved.

Mr. Quarton moved that the proposed bill for financing hospital based capital improvements, with the change recommended by Vice President Hardin, be approved and introduced as a part of the Board's legislative program. The motion was seconded by Mr. Molison and passed with Mr. Richards voting "no".

PROPOSED LEGISLATION. Report No. 6 of proposed legislation was considered.

Mr. Gernetzky submitted a report dated January 9, 1967, of construction needs for institutional roads, a summary of which is as follows:

<u>Present allocation and mileage for State Park and Institutional Roads (Shares of \$800,000 annually for construction)</u>			<u>Total mileage at end of new program and amount of funds needed annually for next 4 years - 1968-69-70-71</u>		
	<u>Miles</u>		<u>Miles</u>	<u>Needed Annually</u>	<u>\$ Increase</u>
Board of Regents	36.97	\$ 174,880	49.50	\$ 918,505	525.22%
Board of Control	60.16	242,400	41.93	522,038	215.36
Conserv. Commission	<u>129.07</u>	<u>382,720</u>	<u>159.04</u>	<u>1,262,600</u>	329.90
Total Miles	226.20		250.47		
Construction total		\$ 800,000		\$2,703,143	337.89%
Maintenance total		<u>200,000</u>		<u>200,000</u>	0
Annual total		\$1,000,000		\$2,903,143	290.31%

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Mr. Richards moved that the need for increased funds for institutional roads be included in the Board's legislative program under Group I, as important. The motion was seconded by Mr. Perrin and passed.

Vice President Hardin stated that the State Department of Health will sponsor a bill relating to air pollution and giving it the highest priority. An appropriation of \$41,000 will be requested.

Mr. Loss moved that the State Board of Regents support the bill but not sponsor it. The motion was seconded by Mr. Quarton and passed.

Vice President Hardin recommended that action by the State Board of Regents on the following proposed bills by the State Board of Health and the Department of Public Safety be deferred, and the recommendation was approved:

- a. An Act creating the Office of State Medical Examiner and a board of county medical examiners specifying duties and to make an appropriation therefor.
- b. An Act relating to chemical and toxicologic examinations of specimens for crime investigation and to make an appropriation therefor.

Vice President Hardin recommended that the following proposed bill of the State Board of Health and the Department of Public Safety be deferred until 1969:

- c. An Act relating to the construction of a state bacteriological laboratory and to make an appropriation therefor. (Appropriation to be made to the State Board of Regents.)

The recommendation was approved.

APPROVAL OF MINUTES. The minutes of the meeting the State Board of Regents held on December 7-9, 1966, were approved.

COMMITTEE ON EDUCATIONAL COORDINATION - ACCEPTANCE OF TRANSFER CREDIT FROM NON-ACCREDITED PRIVATE INSTITUTION. Vice President Christensen stated that the Committee on Educational Coordination had approved the following proposal of the Regent Committee on Educational Relations, and recommended that it be approved by the State Board of Regents:

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"In determining the acceptability of transfer credit from a private college in Iowa which has not received regional accreditation, the Regent Committee on Educational Relations evaluates the nature and standards of the academic program, faculty, student records, library and laboratories. When such an institution is consulting with or being visited by the Committee, the institution may seek advice on its administrative structure, fiscal policies, and the like.

"Prior to determination of acceptance of transfer credit, the non-accredited private institution must request in writing to the chairman of the Regent Committee on Educational Relations a visit and review."

On motion by Mr. Molison, seconded by Mr. Richards and passed, the foregoing proposal was approved.

ADMISSION REQUIREMENTS - CLASSIFICATION OF RESIDENT AND NONRESIDENT STUDENTS.

President Bowen submitted a proposed statement of regulations common to the Iowa State University, the State College of Iowa, and the State University of Iowa for the classification of residents and nonresidents for admission and fee purposes; and he stated that it had been agreed to by the three presidents.

Upon the recommendation of legal counsel, and in the light of recent court decisions, action was deferred until such time as the three presidents and legal counsel think it is appropriate to consider.

Copies of the Court's decision in the Clarke case are to be mailed to Board members.

PROCEDURAL GUIDE - AMENDMENTS. Mr. Richey submitted the following three relatively minor amendments to the Procedural Guide:

1. 2.07 Conduct of meetings. (P. II-2)

A. The business of the institutions shall be presented by the institutional executives to the Board or to the standing committees as the Board may direct. If presented to the standing committees, the chairman of those committees shall report to the Board.

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2. 3.04, sub-section F (concerning responsibilities of the Executive Secretary)
(P. III-3)

F. The Executive Secretary, in cooperation with the institutional treasurers, shall have the responsibility for investment of funds belonging to the institutions. The banking procedures for handling funds and securities belonging to the institutions shall be implemented by adoption of a set of resolutions.

3. 6.08 F Term and Premium Payment Plan (P.VI-8)

Unless needed for a shorter period, insurance should be purchased for terms of three years, with annual payment of premiums, if possible. Insurance contracts which require purchase of stock or premium deposits should not be purchased. (June 23-24, 1955, p. 476.)

On motion by Mr. Louden, seconded by Mr. Perrin and passed, the foregoing amendments to the Procedural Guide were adopted.

1.12 Interinstitutional Business Officers' Committee on Coordination (P. I-7)

Mrs. Rosenfield moved that the second sentence in paragraph A, "The Superintendent of the Iowa Braille and Sight-Saving School will represent that institution as its business officer." be stricken. The motion was seconded by Mr. Louden and passed.

3.05 Central Office Staff (P. III-3)

Mrs. Rosenfield moved that paragraph A, "The central office staff will include an Assistant Executive Secretary and an Administrative Assistant" be stricken. The motion was seconded by Mr. Quarton and passed.

2.09 Per Diem and Expense of Board Members (P. II-3)

On motion by Mrs. Rosenfield, which was seconded and passed, paragraphs A and B are to be reworded so as to more clearly define their meaning.

Mrs. Rosenfield suggested that the dates of actions shown in the Procedural Guide be indicated, and the suggestion was approved.

OFFICE BUDGET, 1966-1967 - TRANSFERS - ADDITIONAL FUNDS. A statement showing proposed budget transfers and the need for a supplemental allocation of funds, summarized as follows, was submitted:

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INCOME

Balance forward, 6/30/66	\$ 2,279.79	
State Appropriation	106,550.00	
Supplemental allocation, to be requested	<u>3,134.00</u>	\$111,963.79

ESTIMATED EXPENDITURES

Salaries	\$ 74,111.53	
Other Purposes	<u>37,852.26</u>	111,963.79

Mr. Quarton moved that the proposed budget transfers be approved and that authority be granted to request the State Comptroller to allocate \$3,134.00 to the State Board of Regents for necessary expenditures. The motion was seconded by Mr. Richards and passed, with Mrs. Rosenfield and Mr. Wolf voting "no". Later Mrs. Rosenfield and Mr. Wolf asked to have their votes changed to 'yes', and the request was granted.

OFFICE OF STATE PLANNING AND PROGRAMMING - AGENCY PLANNING OFFICER. President Redeker reported that Governor Hughes, by Executive Order No. 6, had established the Office of State Planning and Programming; that Frank M. Covington had been named Director; and that Governor Hughes had requested that a staff person be named as Agency Planning Officer who would serve on a State Planning Technical Coordinating Committee.

President Redeker stated that he had named R. Wayne Richey as the Agency Planning Officer of the State Board of Regents.

NATIONAL CONFERENCE ON HIGHER EDUCATION. Mr. Dancer reported that the 22nd National Conference on Higher Education, sponsored by the Association for Higher Education, National Education Association, would be held at the Conrad Hilton Hotel in Chicago, Illinois, March 5-8, 1967; and he requested that any Board members planning to attend the meeting to notify him so that travel orders could be requested.

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ARCHITECTURAL EXPENSES - RR&A AND REMODELING AND RENOVATION PROJECTS. Mr.

Richards asked that the Office staff prepare a report showing the architectural expenses for Repairs, Replacements and Alterations projects and other remodeling and renovation projects covering the period of the last twenty-four months, and President Redeker stated that would be done.

NEXT MEETINGS. The next meetings of the State Board of Regents were scheduled, as follows:

February 9-10, 1967, Board's Office, Des Moines, Iowa
March 9-10, 1967, Board's Office, Des Moines, Iowa.

President Redeker stated that he would make arrangements for the April, May and June meetings.

January 13, 1967

The following business relating to general or miscellaneous matters was transacted on January 13, 1967:

MEMORANDUM ON FUTURE DIRECTIONS OF THE DEVELOPMENT OF THE THREE INSTITUTIONS - PLATFORM OR RATIONALE. The three presidents submitted revised "rationale" or platform statements, as follows: (See page 213, Board minutes of November 10-12, 1966.)

State University of Iowa, by President Bowen

The State University of Iowa at Iowa City is recognized as having a broad mandate in order that it may continue to be a distinguished state university, offering pre-professional courses, the full panoply of undergraduate liberal arts and science courses, graduate and professional work in law, medicine, dentistry, pharmacy, nursing, engineering, and allied fields related to these professional disciplines, as well as social work, business administration, journalism, education (elementary, secondary, and higher), library science, and all the liberal arts and sciences, with research, extension and public service functions clearly recognized and generously supported. It is recognized as having a continuing special responsibility for upper level undergraduate and for graduate education within the limitation of its subject matter

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fields. It will offer no major programs in agriculture, architecture, forestry, industrial arts, veterinary medicine, agricultural, aeronautical or ceramic engineering. It will be characterized by a somewhat different emphasis from the university at Ames, based on its general orientation toward human growth, the health sciences, the humanities, the fine arts and the social sciences. However, it will continue to maintain a strong program in the physical and biological sciences and engineering.

Iowa State University of Science and Technology, by President Parks

Iowa State University of Science and Technology at Ames is recognized as a broad-based university with an orientation around science and technology which has sufficient scope and depth in its undergraduate and graduate instruction, its research, and its extension and public service functions to enable it to continue to be a distinguished land-grant university. In addition to its graduate and undergraduate work in the physical, biological and social sciences, it will maintain strong undergraduate programs in the liberal arts, and will offer such master's and Ph.D. programs in this area as are justified to meet the needs of the state and to maintain the over-all strength and desirable balance of the university as a whole. Although a majority of the degrees offered will continue to be bachelor of science and master of science degrees, the degrees offered in those major programs which are more closely related to the arts than to the sciences may be designated as bachelor of arts or master of arts degrees. In its professional programs, principal emphasis will be given to the maintenance of strong programs in the sciences, agriculture, engineering, veterinary medicine, environmental design, education, and home economics, with graduate instruction, research, extension and public service functions in these subject matter areas clearly recognized and generously supported. There will be no major programs in law, library science, human medicine, dentistry, pharmacy, nursing, social work, hospital administration, occupational therapy, physical therapy, speech pathology or hydraulics engineering.

State College of Iowa, by President Maucker

Iowa Northern University (presently State College of Iowa) at Cedar Falls is recognized as having a mandate of sufficient scope to enable it to become an outstanding arts and sciences university, strongly oriented toward teacher education. It will provide leadership in the development of programs for the pre-service and in-service preparation of teachers and other educational personnel for schools, colleges and universities. It will offer undergraduate and graduate programs and degrees in the liberal and practical arts and sciences, including selected areas of technology; offer pre-professional courses; and conduct research and extension programs to strengthen the educational, social, cultural and economic development of Iowa. Its evolution from state college to university will entail a broadening of its offerings, development of more specialized undergraduate and graduate courses, and considerably greater emphasis on research and public services than have characterized the institution in the past. At the same time, it is imperative that the quality of all its instruction be maintained and enhanced through increasingly strong emphasis on: 1) general or liberal education as the most essential ingredient for the undergraduate student,

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2) faculty personnel policies which recognize the central importance of the teaching function, 3) enrichment of instruction through extensive clinical, laboratory and field experience and independent study, and 4) development of the life of the university community itself as an effective educational force. In the initial years of this development, its instructional and research programs will be expected to be less comprehensive, and most of its advanced curricula less specialized, than those of the universities at Iowa City and Ames. It will offer no major programs in law, medicine, dentistry, pharmacy, hospital administration, architecture, forestry, engineering, agriculture, or veterinary medicine.

Each president reviewed his statement, and all three statements were thoroughly considered.

Mr. Richards moved that the three statements be approved as written. The motion was seconded by Mr. Loss and passed.

PROPOSED LEGISLATION - CIVIL SERVICE OR MERIT SYSTEM. President Redeker stated that the people preparing the proposed civil service or merit system bills would like to consult with representatives of the Board, and he asked that people of the institutions be assigned to consult with those preparing and sponsoring the bills. (See page 267, Board minutes of December 7-9, 1966.)

Executive Secretary Dancer was asked to make available to Board members and institutional officials any proposed civil service or merit system bills.

EXTENSION SERVICE COOPERATION COMMITTEE - REPORT. Ralph E. Patterson, Chairman of the Extension Service Cooperation Committee, appeared before the Board and reviewed the report of the Committee dated July 7, 1966, that was submitted at the August meeting. (See page 57, Board minutes of August 11-12, 1966.)

Mr. Patterson distributed additional copies of the July 7, 1966, report and reviewed in some detail the work being done by the Extension Service Cooperation Committee as outlined in the report.

When questioned about the extent of the work being done in Southwest Iowa, he stated that efforts were being made to extend the service in that area.

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IOWA COOPERATIVE STUDY OF POST HIGH SCHOOL EDUCATION - IOWA COORDINATING COUNCIL FOR POST HIGH SCHOOL EDUCATION. President Maucker stated that on page I-48, of the report of the Iowa Cooperative Study of Post High School Education, the following recommendation appears:

"This report further recommends that the institutions of post high school education in Iowa take official steps to continue the cooperative efforts which made this study possible. To this end it is recommended that a permanent voluntary coordinating group be established, to be called the Iowa Coordinating Council for Post High School Education, and to be supported financially by the participating institutions. The council should have a membership about evenly divided between institutional representatives and members of governing boards, with equal representation from the three main segments of post high school education in Iowa and some representation from the Higher Education Facilities Commission. The Council should either establish a central office to make systematic studies, or arrange for an existing school or agency to provide such service."

The report goes on to outline the main functions of the proposed Iowa Coordinating Council for Post High School Education.

On behalf of the Board of Directors of the Iowa Cooperative Study of Post High School Education, President Maucker submitted a proposal approved on December 15, 1966, by the Board of Directors, for the establishment of a voluntary coordinating group to be called the Iowa Coordinating Council for Post High School Education, copies of which were mailed to Board members prior to the meeting.

President Maucker stated further that a specific budget, estimated at between \$65,000 and \$85,000, would be drawn up by the Coordinating Council as one of its first items of business and submitted to each of the constituent bodies forming the Coordinating Council for approval before final adoption by the Council.

Mr. Loudon moved that the proposal for the establishment of the Iowa Coordinating Council for Post High School Education be approved: The motion was seconded by Mr. Perrin and passed.

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IOWA COOPERATIVE STUDY OF POST HIGH SCHOOL EDUCATION - RECOMMENDATIONS. Mrs. Rosenfield suggested that at a future meeting the Board consider the other recommendations contained in the report of the Iowa Cooperative Study of Post High School Education; and the suggestion was approved.

ADMINISTRATIVE ORGANIZATION OF EXECUTIVE BRANCH OF STATE GOVERNMENT - REPORT OF PUBLIC ADMINISTRATIVE SERVICE. Copies of pages XII-14, XII-15, and XII-16, of Part Two, Survey Report, November 28, 1966, of Public Administrative Service, Chicago, Illinois, relating to the transfer of the Iowa Braille and Sight-Saving School and the Iowa School for the Deaf, along with other units to a proposed Department of Education, were mailed to Board members prior to the meeting.

Mr. Richards stated that he had sent a personal letter to the Chairman of the Citizens Advisory Committee on the Organization of Agencies in State Government, stating that he could not see any wisdom in transferring the two school; had been unable to find any reason for the transfer; and that he could see disadvantages to the two schools.

Mr. Richards said that the two schools had made good progress for the past several decades under the State Board of Regents; that he would like to be able to make some comment as to the position of the Board; and that he was opposed to the transfer but could not proceed on a personal basis.

Mr. Wolf stated that he thought the Board should take a position.

President Maucker said he had indicated to the Chairman of the Advisory Committee that the Iowa School for the Deaf and the Iowa Braille and Sight-Saving School would be in a better position if put under the supervision of the State University of Iowa. He told the Board that he had become convinced the State

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University of Iowa would be better than the State College of Iowa because of the medical situation, and that his judgment was that the State University of Iowa would be most appropriate.

Mr. Richards stated that he thought the suggestion made some months ago about the transfer of the schools to either the State University of Iowa or the State College of Iowa was a technic of the Board; that they are operating better as individual institutions; and that he could find no reason for transferring them as recommended by Public Administration Service.

Mr. Quarton said that he was opposed to the transfer; that if the schools were not getting the attention they should it was their own fault; and that it was an ideal situation for them.

Mrs. Rosenfield stated that her observation was that the schools need more attention than they have had at times; and that, whatever the original intention, the transfer of the Iowa School for the Deaf and the Iowa Braille and Sight-Saving School was given most serious consideration by the State University of Iowa and the State College of Iowa. She said, further, that the schools are special education and special education is moving rapidly; that the State University of Iowa is doing special education work and research and has the Psychology Department and medical facilities; and that the schools could be units of the University and have the same position as the Hospital-School and continue to be under the State Board of Regents.

Mr. Loss said that he shared the attitude of Mr. Richards; that the Department of Public Instruction has a mammoth job of its own; and that the schools should be retained by the State Board of Regents.

Mr. Loudon concurred with what Mr. Loss said, that the schools should maintain their present status with the State University of Iowa and the State College

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of Iowa giving assistance, and that the Board should take a stand that it retain them.

Mr. Perrin said that he personally thought many recommendations in the Public Administration Service report would be of tremendous help and that he would endorse many of them. As to the transfer of the schools to another agency, Mr. Perrin said he thought that would be a mistake for the reasons that had been mentioned and for the reason that there is no other control agency operating that type "live-in" school. Mr. Perrin stated further that, as to their being better served if operated by one of the institutions of higher education, the schools might develop into laboratory schools, and that he would hate to see this happen because the main purpose of the schools should be the education of the students and not as laboratory schools and training schools for teachers.

Mr. Molison stated that he thought the schools should stay under the State Board of Regents.

Mr. Wolf said that he would oppose endorsing the report in general and objecting only to that part recommending the transfer of the Iowa School for the Deaf and the Iowa Braille and Sight-Saving School; and he stated that he is against the transfer.

Mr. Quarton asked if the Board could go on record as being opposed to the recommendation in the report, and requested the opinion of the Chairman.

President Redeker stated that he concurred with the recommendation of the Public Administration Service because it is valid and sound; that he is inclined to be more concerned with the Board's concern with the institutions of higher education and believes that governance of the two small schools is a hindrance to governance of the three institutions of higher education.

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President Redeker asked if the institutional people wanted to comment.

Superintendent Giangreco stated that the school had operated under the Board for 50 years; that the relationship with the State Board of Regents and the other institutions is good; that he doesn't feel the school is being neglected; that the parents are happy; and that the graduates are productive.

Superintendent Hansen said that the present relationships are good, and that the school has a high rating with superintendents of other like schools.

President Redeker stated that the two small schools do hinder the work of the Board as it relates to the other institutions because of the time consumed, and that he is not willing to concede that they would be less better administered under the Public Service Administration recommendation.

Mr. Quarton moved that the State Board of Regents go on record and recommend that the status of the Iowa School for the Deaf and the Iowa Braille and Sight-Saving School be maintained. The motion was seconded by Mr. Loudon.

Mr. Wolf offered as an amendment to the motion that the Regents go on record and recommend that the schools be made units of the State University of Iowa. The motion was seconded by Mrs. Rosenfield. On roll call the vote was, as follows:

Aye: Mr. Molison, Mrs. Rosenfield, Mr. Wolf and Mr. Redeker.

Nay: Mr. Loss, Mr. Loudon, Mr. Perrin, Mr. Quarton and Mr. Richards.

President Redeker stated that the motion had failed.

On roll call on the original motion by Mr. Quarton the vote was, as follows:

Aye: Mr. Loss, Mr. Loudon, Mr. Molison, Mr. Perrin, Mr. Quarton and Mr. Richards.

Nay: Mrs. Rosenfield, Mr. Wolf and Mr. Redeker.

President Redeker declared the motion passed.

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UNCOLLECTIBLE DEBTS - STUDENT LOANS. Vice President Moore asked that the Iowa State University be authorized to make arrangements for settlement of uncollectible student loans.

On motion by Mrs. Rosenfield, seconded by Mr. Molison and passed, the institutions were given authority to handle their own uncollectible student loans, with the understanding that settlements will be made in accordance with statutory provisions.

WAR SURPLUS COMMODITIES BOARD. A part of Section 20.1, 1966 Code of Iowa, is as follows:

"20.1 Board created. A state war surplus commodities board is hereby created and established hereinafter referred to as the "board", to consist of a member of the board of control of state institutions, a member of the state board of regents *****."

President Redeker stated that he would appoint a member of the State Board of Regents to serve on the War Surplus Commodities Board.

TRAVEL ORDER. Authority was granted to request the Executive Council of Iowa to approve a travel order for David A. Dancer to attend a meeting on January 27, 1967, in Springfield, Illinois, with staff members of the Illinois Board of Higher Education and representatives from the Iowa-Illinois Development Group to discuss plans for the establishment of a graduate center for the Quad-Cities area.

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IOWA SCHOOL FOR THE DEAF

The following business relating to the Iowa School for the Deaf was transacted on January 12, 1967:

REGISTER OF PERSONNEL CHANGES. The actions reported in the register of personnel changes at the Iowa School for the Deaf for the month of December, 1966, were approved and ratified.

REGISTER OF CAPITAL IMPROVEMENT BUSINESS TRANSACTIONS. Executive Secretary Dancer reported that the register of capital improvement business transactions, Iowa School for the Deaf, for the month of December, 1966, had been filed with him and that it appeared to be in order; and President Redeker stated that if there were no objections it would be approved and the actions ratified. There were no objections.

LICENSE AGREEMENT - BOARD OF WATER WORKS TRUSTEES OF THE CITY OF COUNCIL BLUFFS. Business Manager Geasland submitted a proposed license agreement to be entered into with the Board of Water Works Trustees of the City of Council Bluffs, Iowa, for and on behalf of the Council Bluffs City Water Works whereby the State Board of Regents would grant a license to enter upon the following described real estate situated in Pottawattamie County, Iowa, for the purpose of laying, inspecting, maintaining, repairing, replacing, and operating a water main under certain provisions and conditions outlined in the agreement:

A strip of land fifteen (15) feet wide centered on the following described traverse: Beginning at a point which is 375.0 feet North and 25.0 feet West of the intersection of the East line of the following described real estate:

A tract of land in the Southwest Quarter Southwest Quarter (SW $\frac{1}{4}$ SW $\frac{1}{4}$) of Section 8, Township 74 North, Range 43 West, Pottawattamie County, Iowa, containing approximately 9 acres.

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which is owned by the School Township of Lewis, Pottawattamie County, Iowa, with the Southwesterly right-of-line of Highway #375; thence South 51° 58' West 213.0 feet to the Northeasterly property line of said School Township of Lewis property.

Mr. Molison moved that the proposed license agreement be approved, subject to approval by the Executive Council of Iowa. The motion was seconded by Mr. Richards and, on roll call, the vote was as follows:

Aye: Mr. Louden, Mr. Loss, Mr. Molison, Mr. Perrin, Mr. Quarton, Mr. Richards, Mrs. Rosenfield, Mr. Wolf and Mr. Redeker.

Nay: None.

Absent: None.

The chairman declared the motion passed.

BUDGET AND FINANCIAL CONTROL COMMITTEE. Superintendent Giangreco reported that the Budget and Financial Control Committee had visited the Iowa School for the Deaf on December 12, 1966.

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IOWA BRAILLE AND SIGHT-SAVING SCHOOL

The following business relating to the Iowa Braille and Sight-Saving School was transacted on January 12, 1967:

REGISTER OF PERSONNEL CHANGES. The actions reported in the register of personnel changes at the Iowa Braille and Sight-Saving School for the month of December, 1966, were approved and ratified.

LEASE - CITY OF VINTON, IOWA. Executive Secretary Dancer reported that on December 13, 1966, the Executive Council of Iowa approved a proposed lease with the City of Vinton, Iowa, covering certain real estate belonging to the Iowa Braille and Sight-Saving School to be used by the City as a public park and playground. (See page 225, Board minutes of November 10-12, 1966.)

CITY OF VINTON - REQUEST TO ACQUIRE LAND. A proposal dated January 6, 1967, by the City of Vinton, Iowa, to purchase property for the use as a site for a water tower was submitted, a part of which is as follows: (See page 279, Board minutes of December 7-9, 1966.)

"The City of Vinton would like to purchase all of Block Nine (9) for the following purposes:

"The water tower to be constructed on the south portion of said block. The engineer representing the City of Vinton has recommended that an area 150' x 150' would be adequate.

"The City of Vinton would then construct permanent restrooms on the North One-half ($N\frac{1}{2}$) of said block to be used in conjunction with the park area leased to the City of Vinton.

"This would also provide a permanent park area for the future use of the residents of this area in the event the Board of Regents decided to sell the surrounding area for building purposes.

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"In the event the Board does not wish to sell all of Block Nine (9), the City is requesting that they consider selling the South One-half (S $\frac{1}{2}$) of Block Nine (9). This would be an area roughly described as 179.66' x 135.71', and would be adequate for the water tower site."

Both Superintendent Hansen and Business Manager Berry recommended that the Board stand by its decision to sell only a portion of Block 9.

Mr. Wolf moved that the Board agree to sell only the South One-half (S $\frac{1}{2}$) of Block 9 to the City of Vinton, Iowa, for use as a site for a water tower, provided a price can be arrived at which is mutually satisfactory. The motion was seconded by Mr. Perrin and, on roll call, the vote was as follows:

Aye: Mr. Loss, Mr. Louden, Mr. Molison, Mr. Perrin, Mr. Quarton, Mr. Richards, Mrs. Rosenfield, Mr. Wolf and Mr. Redeker.

Nay: None.

Absent: None.

President Redeker declared the motion passed.

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STATE UNIVERSITY OF IOWA

The following business relating to the State University of Iowa was transacted on January 13, 1967:

REGISTER OF PERSONNEL CHANGES. The actions reported in the register of personnel changes at the State University of Iowa for the month of December, 1966, were approved and ratified.

CHANGE IN APPOINTMENT. Upon the recommendation of President Bowen the appointment of Daniel B. Stone, associate professor in the Department of Internal Medicine, College of Medicine, was changed to associate professor and associate dean for Academic Affairs, College of Medicine, effective February 1, 1967.

APPLICATION OF ADMISSION REQUIREMENTS IN COLLEGE OF ENGINEERING, 1967-1968 - REPORT. At the meeting held on January 13-14, 1966, the State University of Iowa was authorized to adjust annually the minimum required high school grade point average and the minimum required scores on the University's admission examinations for freshmen seeking admission to the College of Engineering, so that enrollments might be balanced with the spaces available, with the understanding that the adjusted minimum grade point average and the minimum test scores so established by the State University of Iowa would be submitted to the State Board of Regents for approval; and admission requirements for the College of Engineering were adopted effective with the year 1967-1968. (See page 283, Board minutes of January 13-14, 1966.)

President Bowen submitted the following report on the application of admission requirements for the College of Engineering and on future changes

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in its application, and stated that he was reporting for the year 1967-1968; that it was expected that the plan for 1967-1968 would be in force for several years; and that, unless the Board wished, he would not report again until there is a change:

Admission standards for applicants for September, 1967, are as follows:

I. Admission - freshman students directly from high school

A. Resident applicants

1. Rank in the upper one-half or higher of the high school class
2. Cumulative grade-point average in high school of 2.5 or higher
3. Successful completion of at least one and one-half years of high school algebra and one year of plane geometry or equivalent
4. Scores on the American College Tests of at least 24 Composite and 24 in Mathematics

Resident applicants not meeting these minimal requirements will be referred to the Engineering Admissions Committee for final decision.

B. Non-Resident freshman applicants

1. Non-resident applicants will be expected to meet higher standards than the minima listed above for resident admission. All applications will be referred to the Engineering Admissions Committee.

II. Admission of undergraduate students by transfer

A. Resident applicants

1. Completion of at least analytic geometry or equivalent
2. Cumulative grade-point average in college of 2.25 or higher
3. Scores on the American College Tests of at least 24 Composite and 24 in Mathematics

Resident transfer applicants not meeting these minimum requirements will be referred to the Engineering Admissions Committee. All non-resident transfer applicants will be referred to that committee.

(These standards differ from those in the past as follows: (1) for residents entering as freshmen, minimum scores on ACT tests raised from 21 Composite and 23 Mathematics to 24 Composite and 24 Mathematics; (2) for resident transfers, cumulative grade-point average raised from 1.8 to 2.25 for those transferring from other colleges of The University of Iowa and from 2.0 to 2.25 for those transferring from other institutions; and (3) for resident transfers scores on ACT tests raised from 21 Composite and 23 Mathematics to 24 Composite and 24 Mathematics.)

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President Redeker stated that if there were no objections the report and standards for admission to the College of Engineering would be approved. There were no objections.

ALLOCATION OF STUDENT ACTIVITIES FEE FOR 1967-1968. Upon the recommendation of President Bowen the following allocation of the Student Activities Fee for the year 1967-1968 was approved:

	Per Semester		8-week & 12-week Summer Session	
	From:	To:	From:	To:
Student Activity Fee	7.50	6.50	3.50	1.55

Distribution of Student Activity Fee:

Student Publications	2.70	2.70	1.00	1.00
Student Hospitalization	1.00	---	.50	---
Other Student Activities based on approved budgets or on student participation(1)	<u>3.80</u>	<u>3.80</u>	<u>2.00</u>	<u>.55</u>
	7.50	6.50	3.50	1.55

(1) Includes the following:

Lecture Course		.28		---
Concert Course		.50		---
Dramatic Arts Lab		.65		---
Dance Theatre and Summer Opera		.02		.15
Senior Class Memorial		.15		.15
Student Senate		.85		---
College Associations		.45		---
Student Infirmary		.70		.10
Band & Highlanders		.15		---
Contingency Fund		<u>.05</u>		<u>.15</u>
		3.80		.55

Note - The difference between the present \$3.50 Summer Session allocation and \$1.55 proposed will remain in the General Educational Fund to cover allocations to Activity Scholarships and Student Hospitalization currently funded from Student Activity Fees. The difference between the present \$7.50 per semester allocation and \$6.50 proposed will remain in the General Educational Fund to cover allocations to Student Hospitalization currently funded from Student Activity Fees.

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ART BUILDING WITHOUT EQUIPMENT, 60TH G.A., AND ART GALLERY. Authority was granted for Vice President Jolliffe to sign an application for a supplemental matching grant of \$86,088 under Title I, Higher Education Facilities Act of 1963, P.L. 88-204, for Art Building without Equipment, 60th G.A., and Art Gallery.

PLANT PHYSIOLOGY LABORATORY WITHOUT EQUIPMENT, 62ND G.A. - ARCHITECT. Vice President Jolliffe submitted a proposed contract with Savage and Ver Ploeg, Architects, West Des Moines, Iowa, for architectural services in association with the Architect's Office of the State University of Iowa for the preparation of preliminary plans and cost estimates for the Plant Physiology Laboratory without Equipment, 62nd G.A., on a fee basis as follows:

For Phase I, not to exceed \$3,500

For Phase II, if authorized in accordance with Section 3 of the contract, not to exceed \$4,700

payments to be made from: Miscellaneous Projects, 61st G.A. - Project F, Planning. (See page 289, Board minutes of December 7-9, 1966.)

President Redeker stated that, if there were no objections, the proposed contract and the source of funds from which payments are to be made would be approved. There were no objections.

GENERAL LIBRARY, 62ND G.A. - ARCHITECT. President Bowen reported that the Campus Architectural Committee has recommended the firm of Charles Richardson and Associates, Davenport, Iowa, as architects for the preliminary planning for the General Library, 62nd G.A., and that he concurred.

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President Bowen stated that Charles Richardson and Associates designed Phases II and III of the Library, and that the previous satisfactory experience with the building would be beneficial in carrying out the final phase.

President Redeker stated that if there were no objections, authority would be granted to negotiate with Charles Richardson and Associates, Davenport, Iowa, for architectural services for the preliminary planning of the final phase of General Library, 62nd G.A. There were no objections.

GENERAL LIBRARY, 62ND G.A. - APPLICATION FOR FEDERAL FUNDS. Vice President Jolliffe was authorized to sign an application for a matching grant of \$522,296.00 for the General Library, 62nd G.A., under Title I, Higher Education Facilities Act of 1963. P.L. 88-204.

DENTISTRY BUILDING WITHOUT EQUIPMENT, 62ND G.A. - ARCHITECT. President Bowen submitted a report regarding the selection of an architect for the preliminary planning of the Dentistry Building without Equipment, 62nd G.A., parts of which are as follows:

The Campus Architectural Committee has given a great deal of thought and investigation to the selection of an architect for preliminary planning of the Dentistry Building. This is a large, complex, and specialized project tentatively budgeted for \$8,448,000. ***** The Committee has identified three candidates, any one of whom would be acceptable. The three listed in order of priority, but without strong preferences, are: (1) Skidmore, Owings and Merrill of Chicago, (2) Smith, Hinchman and Grylls of Detroit, and (3) Henningson-Durham-Richardson of Omaha.

In view of the excellent and imaginative work of Skidmore, Owings, and Merrill on the Basic Science Building, the Committee felt that a strong case could be made for employing them to do the Dentistry Building which will be the counterweight to the Basic Science Building in the Health Sciences Center. They would be eminently qualified by experience and skill.

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Henningson-Durham-Richardson was considered because that firm has had successful experience with a dental building (at Nebraska) and has had other important commissions. *****

The Smith-Hinchman-Grylls firm is highly respected and qualified. It has designed several major dental schools including ones at Michigan, Louisville, and Saigon, and several important laboratory buildings. It is undoubtedly well qualified.

Everyone concerned is aware of the problems involved in the selection of an architect for the Dental Building, and no one is pushing hard for any one solution. The Committee is simply trying to give the Regents the best advice from the point of view of securing the finest possible building for the University. The advice of the Board will be most welcome.

Mrs. Rosenfield moved that the University officials be authorized to negotiate with the firm of Smith-Hinchman-Grylls, of Detroit, Michigan, for architectural services for the schematic and preliminary planning for the Dentistry Building, 62nd G.A. The motion was seconded by Mr. Richards and passed.

MEMORIAL UNION REMODELING, PHASE I. Vice President Jolliffe submitted the following report regarding Memorial Union Remodeling and the proposed project and the project budget for Phase I, Memorial Union Remodeling: (See pages 383-385, Board minutes of March 10-11, 1966.)

In March, 1966, the Regents approved a six-phase project for remodeling at the Memorial Union with a total budget of \$1,237,500, of which \$1,100,000 was to be provided by borrowed funds. Due primarily to increases in interest rates and operating costs, it was necessary to postpone consideration of borrowing for this project. (See page 243, Board minutes of November 10-12, 1966.)

In May, 1966, a contract was awarded for Phase VI of the project for a new ground level cooling tower to add to the air conditioning capacity of the building. Total project cost for Phase VI is \$36,550. After payment of the planning costs for the remaining phases and setting aside reasonable operating reserves, there remains a balance of approximately \$210,000 in the Memorial Union fund available for the remodeling project.

It is proposed to take bids as soon as possible on Phase I, which is for remodeling the Wheel Room (Old River Room) based on the following budget:

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Source of funds

Memorial Union Balance	\$210,000	
Accumulated balances in the income producing activities of the Extension Division	<u>240,000</u>	\$450,000

Estimated expenditures

Architect's fee	\$ 27,000	
Supervision	10,000	
Construction	210,000	
Equipment and furnishings	160,000	
Contingencies	<u>43,000</u>	\$450,000

On motion by Mrs. Rosenfield, seconded by Mr. Loss and passed, the project for Phase I, Memorial Union Remodeling, and the project budget were approved.

RIENOW II - PUBLIC HEARING AND BID DATE. President Bowen submitted a report on student housing, and stated the following tentative conclusions:

(1) That construction of additional dormitories of a type suitable for younger single students should be temporarily deferred pending further study. (The buildings deferred would be Melrose, Rienow II, and Harrison.)

(2) That immediate studies should be made on future housing for younger single students, older single students, and married students, these studies to deal with policy regarding University participation in such housing and with the kinds of structures, if any, to be built.

After consideration discussion, Mr. Quarton moved that the date of February 2, 1967, for holding a public hearing and for receiving and opening bids for Rienow II not be cancelled. The motion was seconded by Mr. Loss and on roll call the vote was, as follows:

Aye: Mr. Loss, Mr. Louden, Mr. Molison, Mr. Perrin, Mr. Quarton, Mr. Richards, Mrs. Rosenfield, Mr. Wolf and Mr. Redeker.

Nay: None.

President Redeker declared the motion passed.

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RESOLUTION FOR ABANDONMENT OF FACILITIES - BARRACKS. The following resolution was submitted:

WHEREAS, by its Resolution of November 15, 1963, the State Board of Regents of the State of Iowa authorized the issuance of Dormitory Revenue Bonds and pledged the revenue from the dormitories system of the State University of Iowa in payment thereof, the terms, covenants and conditions of which are fixed by and appear in said resolution; and Article Six thereof authorizes the abandonment, from time to time, of facilities in said dormitory system no longer economical;

AND WHEREAS, the State University of Iowa still has in use and operation, as a part of its dormitories system, barracks type buildings consisting of two apartments each, and service facilities therefor, used for married student housing, originally procured from the U.S. Government and erected for temporary housing in 1946 and 1947 with a then estimated life of 5 years;

AND WHEREAS, the continued use of said barracks facilities is no longer advisable;

NOW, THEREFORE, BE IT HEREBY RESOLVED by the State Board of Regents of the State of Iowa as follows:

1) It is hereby determined that the age and physical condition of 17 barracks located south of Westlawn in the area known as "Westlawn Park"; and of 19 barracks located northwest of the Hospital School in the area known as "Finkbine Park"; and of 2 barracks located east of the South Quadrangle Dormitory in the area known as "South Park"; no longer permits the economical operation thereof;

2) It is also hereby determined that the net rents, profits and income of the dormitories system available for payment into the "Dormitory Revenue Sinking Fund" after giving effect to the abandonment of said barracks, as shown by the annual audit for the last preceding fiscal year ending June 30, 1966 (with adjustments to reflect any increase in rates, fees, rentals or charges or additional facilities being incorporated into the system) will be equal to or greater than 1.35 times the maximum annual amount to become due in any succeeding fiscal year for the payment of principal of and interest on any now outstanding bonds issued pursuant to the original bond issue and bonds ranking on a parity therewith;

3) That said above described barracks be abandoned and phased out of the dormitories system as soon as practical in view of the necessary housing adjustments to be made and the need of the area now occupied by the barracks for other University uses and developments;

4) The officials of the State University of Iowa are hereby authorized to take the necessary steps to effect the above abandonment of facilities and make all required adjustments in the financial structures concerning the bond issues.

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Mr. Louden moved that the foregoing resolution be adopted, and the motion was seconded by Mr. Wolf. On roll call the vote was, as follows:

Aye: Mr. Loss, Mr. Louden, Mr. Molison, Mr. Perrin, Mr. Quarton, Mr. Richards, Mrs. Rosenfield, Mr. Wolf and Mr. Redeker.

Nay: None.

The chairman declared the resolution adopted.

ACCEPTANCE OF BEQUEST - EVA M. BYERLY. Vice President Jolliffe submitted the following report:

The will of the late Eva M. Byerly of Anamosa, Iowa, creates the Eva M. Byerly Student Fund for the purpose of assisting students of the State University of Iowa who are worthy graduates of the public high schools of Cedar Rapids and who are in the upper one-fourth of their graduating class.

The approximate value of the bequest is:

Securities	\$70,000	
Cash	<u>20,000</u>	\$90,000

The Scholarship Committee has recommended that the income from this bequest be used as follows:

Eva M. Byerly Student Fund - established by the will of the late Eva M. Byerly of Anamosa, Iowa, for the purpose of assisting worthy graduates of the public high schools of Cedar Rapids, Iowa. Eligible applicants must be in the upper one-fourth of their graduating class. Awards will be made to entering freshmen and may be renewable upon application for each year of their undergraduate program. The first awards will be made to entering freshmen in the fall of 1967.

Each award will be in an amount not to exceed \$500.00 payable in equal amounts at the beginning of each semester. The number of awards made each year will vary with the amount of the funds available.

President Redeker asked if there were any objections to accepting the bequest and approving the use of the funds. There were none, and President Redeker declared the bequest accepted and the use of the funds approved.

RADIO-ASTRONOMY AND SATELLITE TRACKING STATION - LEASE WITH SECRETARY OF THE ARMY. Vice President Jolliffe reported that on December 20, 1966, the

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Executive Council of Iowa approved a lease with the Secretary of the Army, for a radio-astronomy and satellite tracking station. (See page 184, Board minutes of October 6-7, 1966.)

FARM MANAGEMENT AGREEMENT - MERCHANTS NATIONAL BANK. Vice President Jolliffe submitted a proposed farm management agreement with the Merchants National Bank, Cedar Rapids, Iowa, summarized as follows:

1. Area - approximately 500 acres in the Hawkeye apartment area.
2. Manager's services:
 - Leases, subject to approval by Owner
 - Supervision of farming operations
 - Custody and disposal of products
 - Collection of cash rentals
 - Report periodically on conditions and plans for the property
 - Remittance of net proceeds, supported by reports
 - Contract for seed and fertilizer as determined by the manager
 - Maintain buildings and other improvements, subject to Owner's approval and at Owner's expense
 - Make improvements, subject to Owner's approval and at Owner's expense
3. Compensation:
 - 10% of Owner's share of gross income, with a minimum fee of \$150.00
 - 5% of capital improvements in excess of \$5,000
4. Period:
 - Initial period 1/1/67 through 2/28/68, annually thereafter

Mr. Molison moved that the proposed farm management agreement with the Merchants National Bank, Cedar Rapids, Iowa, be approved. The motion was seconded by Mr. Quarton and, on roll call, the vote was as follows:

Aye: Mr. Loss, Mr. Loudon, Mr. Molison, Mr. Perrin, Mr. Quarton, Mr. Richards, Mrs. Rosenfield, Mr. Wolf and Mr. Redeker.

Nay: None.

President Redeker declared the motion passed.

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LEASE - GEORGE AND MARJORIE DANE. Mr. Wolf moved that subject to approval by the Executive Council of Iowa the State University of Iowa be authorized to enter into a lease with George and Marjorie Dane for the office building of approximately 800 square feet and the attached covered driveway located at 129 West Court Street, Iowa City, Iowa, for a period of two years beginning January 1, 1967, and thereafter from year to year unless terminated by either party on or before December 1 of each year, at a rental of \$110.00 per month; the property to be used as a campus mail room under the supervision of the Physical Plant Department.

The motion was seconded by Mr. Richards and, on roll call, the vote was as follows:

Aye: Mr. Loss, Mr. Louden, Mr. Molison, Mr. Perrin, Mr. Quarton, Mr. Richards, Mrs. Rosenfield, Mr. Wolf and Mr. Redeker.

Nay: None.

President Redeker declared the motion passed.

EASEMENT - CITY OF IOWA CITY, IOWA. Vice President Jolliffe reported that on December 12, 1966, the Executive Council of Iowa had approved the easement granted the City of Iowa City, Iowa, for a sewage pumping station and force mains. (See page 120, Board minutes of October 13-15, 1965, and page 379, Board minutes of March 10-11, 1966.)

PURCHASE OF PROPERTY. Vice President Jolliffe reported that on December 28, 1966, the Executive Council of Iowa had approved the purchase of properties, as follows:

121 and 125 West Burlington Street, Iowa City, Iowa, from Arie May Duros. (See page 241, Board minutes of November 10-12, 1966.)

403 South Capitol Street, Iowa City, Iowa, from Camelot, Inc. (See page 242, Board minutes of November 10-12, 1966.)

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QUIT CLAIM DEED - CITY OF IOWA CITY, IOWA. Mr. Louden moved that a quit claim deed from the City of Iowa City, Iowa, to the State of Iowa for the use and benefit of the State University of Iowa, to the following described property, for One Dollar (\$1.00) and other valuable considerations, be accepted subject to approval by the Executive Council of Iowa:

Washington Street West of Madison Street in Iowa City, Iowa.

The City of Iowa City reserves an easement on said real estate for the purposes of construction and maintenance of sewer and water lines together with the right of ingress and egress for said purposes.

The motion was seconded by Mr. Perrin and, on roll call, the vote was as follows:

Aye: Mr. Loss, Mr. Louden, Mr. Molison, Mr. Perrin, Mr. Quarton, Mr. Richards, Mrs. Rosenfield, Mr. Wolf and Mr. Redeker.

Nay: None.

The chairman declared the motion passed.

PURCHASE OF PROPERTY - MRS. LELIA BUSBY. The following resolution was submitted:

WHEREAS, the following described property located at 415 South Capitol Street, Iowa City, Iowa, and owned by Mrs. Lelia Busby, is needed for the use and benefit of the State University of Iowa:

Legal description. The North One-half (1/2) of Lot Two (2) in Block Three (3) in that part of Iowa City, known as the County Seat of Johnson County, according to the recorded plat thereof.

WHEREAS, the property has been appraised by two appraisers as having fair market values of \$35,000 and \$36,000, and can be purchased for \$37,275; now, therefore,

BE IT RESOLVED that, subject to approval by the Executive Council of Iowa under the provisions of Section 262.9(5), 1966 Code of Iowa, the property described in this resolution be purchased from Mrs. Lelia Busby at a price of \$37,275, payable \$7,275 on approval by the State Board of Regents and the Executive Council of Iowa and upon delivery of a warranty deed in escrow and an abstract of good merchantable title; the balance to be paid in equal

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annual installments of \$6,000 with interest at 5% on the unpaid balance beginning February 1, 1968, and terminating February 1, 1972; and payments to be made from General Endowment Fund balances.

Mr. Quarton moved that the foregoing resolution be adopted. The motion was seconded by Mr. Loss and, on roll call, the vote was as follows:

Aye: Mr. Loss, Mr. Louden, Mr. Molison, Mr. Perrin, Mr. Quarton, Mr. Richards, Mrs. Rosenfield, Mr. Wolf and Mr. Redeker.

Nay: None.

President Redeker declared the motion passed and the resolution adopted.

PURCHASE OF PROPERTY - MAGDALINO AND MARY CANO. The following resolution was submitted:

WHEREAS, the following described property located at 407 South Capitol Street, Iowa City, Iowa, and owned by Magdalino and Mary Cano, is needed for the use and benefit of the State University of Iowa:

Legal description. The South forty (40) feet of the East one hundred (100) feet of Lot One (1) in Block three (3), County Seat of Johnson County, Iowa, according to the recorded plat thereof.

WHEREAS, the property has been appraised by two appraisers as having fair market values of \$14,500 and \$14,800, and can be purchased for \$15,383; now, therefore,

BE IT RESOLVED that, subject to approval by the Executive Council of Iowa under the provisions of Section 262.9(5), 1966 Code of Iowa, the property described in this resolution be purchased from Magdalino and Mary Cano at a price of \$15,383, payable \$5,000 upon approval by the State Board of Regents and the Executive Council of Iowa and the balance upon delivery of a warranty deed and an abstract of good merchantable title; payments to be made from General Endowment Fund balances.

Mr. Quarton moved that the foregoing resolution be adopted. The motion was seconded by Mr. Loss and, on roll call, the vote was as follows:

Aye: Mr. Loss, Mr. Louden, Mr. Molison, Mr. Perrin, Mr. Quarton, Mr. Richards, Mrs. Rosenfield, Mr. Wolf and Mr. Redeker.

Nay: None.

The chairman declared the resolution adopted.

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PURCHASE OF PROPERTY - REPORT OF CONDEMNATIONS. Vice President Jolliffe submitted the following report about properties recommended for purchase under condemnation proceedings:

	<u>Average of Original Appraisals</u>	<u>Original University Offer</u>	<u>Owner's Asking Price</u>	<u>Sheriff's Commission Award</u>
Lyle D. Drollinger 503 South Capitol	\$ 7,100.00	\$ 7,455.00	\$12,000.00	\$ 9,500.00
Claude Tomlinson 509 South Capitol	12,950.00	13,597.50	25,000.00	17,000.00
Boyd Brack 514 South Madison	16,250.00	17,062.50	25,000.00	17,000.00
Ray Thornberry 29 West College	18,500.00	19,425.00	30,000.00	20,500.00
Miller and Burnett 315 Melrose Avenue	31,350.00	32,918.00	55,000.00	40,000.00
Louis Alley 321 Melrose Avenue	38,000.00	39,900.00	50,000.00	45,000.00

Mr. Molison moved that the property owners be offered the prices awarded by the Sheriff's Commission. The motion was seconded by Mr. Quarton and, on roll call, the vote was as follows:

Aye: Mr. Loss, Mr. Loudon, Mr. Molison, Mr. Perrin, Mr. Quarton,
Mr. Richards, Mrs. Rosenfield, Mr. Wolf and Mr. Redeker.

Nay: None.

President Redeker declared the motion passed.

SPEECH PATHOLOGY CENTER WITHOUT EQUIPMENT, 60TH G.A. - STEAM SERVICE. Vice President Jolliffe reported that at 1:30 p.m., January 4, 1967, a public hearing was held in the Office of the Physical Plant Department, State University of Iowa, Iowa City, Iowa, in regard to the plans and specifications and cost estimates for Steam Service - Speech Pathology Center without Equipment,

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60th G.A.; that the staff of the Physical Plant Department Office was present; that no objectors appeared and no objections were filed; and that at 2 p.m., in the Senate Chamber of the Old Capitol, State University of Iowa, bids for the project were received and opened in the presence of Duane Nollsch, Henry Barbatti, and E. T. Jolliffe, all of the State University of Iowa.

Copies of the tabulation of the bids received were distributed to Board members.

Upon the recommendation of Vice President Jolliffe the contract for Steam Service, Speech Pathology Center without Equipment, 60th G.A., was awarded to the low bidder, M. F. Goerdts Construction Company, Dubuque, Iowa, on the basis of that firm's low base bid of \$19,879.00.

REGISTER OF CAPITAL IMPROVEMENT BUSINESS TRANSACTIONS. Executive Secretary Dancer reported that the register of capital improvement business transactions, State University of Iowa, for the period December 5, 1966, through January 4, 1967, had been filed with him and that it appeared to be in order.

President Redeker stated that if there were no objections the actions reported in the register of capital improvement business transactions, State University of Iowa, for the period December 5, 1966, through January 4, 1967, would be approved and ratified. There were no objections.

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STATE COLLEGE OF IOWA

The following business relating to the State College of Iowa was transacted on January 13, 1967:

REGISTER OF PERSONNEL CHANGES. The actions reported in the register of personnel changes at the State College of Iowa for the month of December, 1966, were approved and ratified.

FUTURE DEVELOPMENT OF STATE COLLEGE OF IOWA - FUTURE STATUS. President Maucker submitted the following proposed bill to be submitted to the 62nd General Assembly: (See page 193, Board minutes of October 6-7, 1966.)

A BILL FOR

An Act relating to the education program of the State College of Iowa and to amend Sections 268.1, 268.2 and 268.3, Code 1966.

Be It Enacted by the General Assembly of the State of Iowa:

Section 1. Section two hundred sixty-eight point one (268.1), Code 1966, is hereby amended by striking from line three (3) thereof the words, "State College of Iowa" and substituting therefor the words, "Iowa Northern State University."

Section 2. Section two hundred sixty-eight point two (268.2), Code 1966, is hereby amended by striking the entire section and inserting in lieu thereof the following:

"Functions. The university shall offer undergraduate and graduate courses of instruction, conduct research and provide extension and other public services in areas of its competence to facilitate the social, cultural and economic development of Iowa. Its primary responsibility shall be to prepare teachers and other educational personnel for schools, colleges, and universities and to carry out research and provide consultative and other services for the improvement of education throughout the state. In addition it shall conduct programs of instruction, research and service in the liberal and vocational arts and sciences and offer such other educational programs as the State Board of Regents may from time to time approve."

Section 3. Section two hundred sixty-eight point three (268.3), Code 1966, is hereby amended by deleting this section entirely, since its provisions have been superseded by the adoption of chapter two hundred sixty-five (265), Laboratory Schools, by the 61st General Assembly.

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President Maucker also presented the explanation that would be submitted with the proposed bill.

Mr. Richards moved that the word "state" be dropped from the proposed name of the institution as it appears in Section 1. The motion was seconded by Mr. Loudon and passed.

Mr. Wolf moved that the proposed bill, as amended, be approved subject to a legal opinion. The motion was seconded by Mr. Richards and passed.

COMPREHENSIVE EXAMINATIONS - REPORT. President Redeker called attention to two letters that had been received from students at the State College of Iowa criticizing requirement in programs other than teaching for passing a comprehensive examination in order to obtain a degree.

President Maucker and Vice President Lang outlined the reasons and the justification for the comprehensive examinations, and Vice President Lang stated that they had been required since the 1963-1964 academic year.

Mr. Quarton moved that the reports of President Maucker and Vice President Lang be accepted; and the motion was seconded and passed.

ITEMS DISCUSSED WITH STUDENTS - OCTOBER BOARD MEETING. President Maucker stated that a progress report regarding the items discussed with students at the October meeting would be mailed to Board members.

RESIDENCE HALLS FOR 1,200 STUDENTS (TOWERS RESIDENCE). Business Manager Jennings reported that at 1:30 p.m., December 21, 1966, a public hearing in regard to the plans and specifications and cost estimates for the Residence Halls for 1,200 Students (Towers Residence) was held in the conference room in the Administration Building, State College of Iowa, Cedar Falls, Iowa; that Carl Gernetzky of the Office of the State Board of Regents,

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Business Manager Jennings of the State College of Iowa, and Dighton Smith and Grant Voorhees of Architects Associated, were present; that no objectors appeared and no objections were filed; and that at 2 p.m., in the conference room in the Administration Building, bids for the project were received and opened in the presence of Carl Gernetzky and Wayne Richey, of the Office of the State Board of Regents; President Maucker, Vice President Lang, Business Manager Jennings, Director Beard, and Director Manion, of the State College of Iowa; and Dighton Smith and Grant Voorhees, of Architects Associated.

Copies of the tabulation of bids received were distributed to Board members.

On motion by Mr. Molison, seconded by Mr. Perrin and passed, the contracts for the Residence Halls for 1,200 Students (Towers Residence) were awarded to the low bidders, as follows:

General construction contract to W. A. Klinger, Sioux City, Iowa, on the basis of that firm's low base bid		\$2,429,887
Mechanical contract to Young Plumbing and Heating Company, Waterloo, Iowa, on the basis of that firm's low base bid		518,900
Electrical contract to Capital City Electric Company, Des Moines, Iowa, on the basis of that firm's low base bid		290,871
Elevator contract to Kimball Brothers, Council Bluffs, Iowa, on the basis of that firm's low bid, as follows:		
Base bid	\$146,776	
Alternate No. 1, add	<u>3,760</u>	150,536

and the following revised project budget was adopted:

<u>Source of funds</u>	
Dormitory financing	\$6,200,000

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Estimated expenditures

Construction contracts		
2 Towers	\$3,390,194	
Additional site work	20,000	
Dining-Lounge Unit	1,400,000	
Architect's fee	255,963	
Equipment (not including kitchen equipment)	538,000	
Utilities	150,000	
Supervision	10,000	
Contingencies	100,843	
Legal, administrative, interest during construction and miscellaneous	<u>335,000</u>	\$6,200,000

RESOLUTION PROVIDING FOR THE ISSUANCE OF \$6,200,000 DORMITORY REVENUE BONDS, SERIES 1967-C. The Board took up for consideration the matter of authorizing and issuing \$6,200,000 Dormitory Revenue Bonds, Series 1967-C. Whereupon Member Wolf introduced and caused to be read a resolution entitled "A Resolution providing for the issuance of \$6,200,000 Dormitory Revenue Bonds, Series 1967-C, for the purpose of paying the cost of constructing and equipping dormitories, including dining and other incidental facilities therefor, at the State College of Iowa", and moved that said resolution be adopted. Member Perrin seconded the motion, and after due consideration the President put the question on the motion and, the roll being called, the following voted:

Aye: Loss, Loudon, Molison, Perrin, Richards, Rosenfield, Quarton, Wolf and Redeker.

Nay: None.

Whereupon the President declared the motion duly carried and said resolution adopted.

The resolution, designated Exhibit A, is inserted in the official copy of these minutes following page 351 and is made a part of these minutes.

A RESOLUTION providing for the issuance of \$6,200,000 Dormitory Revenue Bonds, Series 1967-C, for the purpose of paying the cost of constructing and equipping dormitories, including dining and other incidental facilities therefor, at the State College of Iowa.

* * * *

WHEREAS there has heretofore been established at the State College of Iowa, at the City of Cedar Falls, Iowa, a system of student residence halls and dormitories, including dining and other incidental facilities therefor, which have been and now are operated, controlled, maintained and managed by the State Board of Regents of the State of Iowa, an agency of the State charged with the responsibility of governing the state institutions of higher learning; and

WHEREAS for the purpose of paying the cost of erecting dormitory facilities at said State College of Iowa and refunding previously issued and outstanding revenue notes representing expenditures for dormitory purposes this State Board of Regents has heretofore, pursuant to a resolution adopted by the Board on March 12, 1964, issued its Dormitory Revenue Bonds, Series 1964, dated May 1, 1964, in the principal amount of \$6,250,000, of which \$6,180,000 are presently outstanding, bearing various rates of interest, and maturing serially on July 1 of each of the years 1967 to 2004, inclusive; and

WHEREAS for the purpose of paying the cost of constructing and equipping the Regents Hall - Unit IV dormitory, including dining and incidental facilities therefor at the State College of Iowa this State Board of Regents has heretofore, pursuant to a resolution adopted by the Board on November 12, 1965, issued its Dormitory Revenue Bonds, Series 1965-C, dated January 1, 1966, in the principal amount of \$3,050,000, all of which are presently outstanding, bearing various rates of interest, and maturing serially on July 1 of each of the years 1967 to 1998, inclusive; and

WHEREAS all of said outstanding bonds are payable from the net rents, profits and income to be derived from the operation of the system of student residence halls and dormitories, including dining and other incidental facilities, at the State College of Iowa and in and by said resolutions, and as recited on the face of each of said bonds, the right was reserved to the State Board of Regents to from time to time authorize, issue and deliver under specified conditions additional dormitory revenue bonds ranking on a parity with the bonds thereby authorized; and

WHEREAS it is advisable and necessary that student dormitories be constructed and equipped at the State College of Iowa, consisting of three connected buildings, two of which will be thirteen story dormitory buildings, each to house 606 students, including storage space, study rooms, lounges and incidental facilities, and the third to be a two story building containing kitchen and lounge facilities for the other two buildings, at a cost of \$ 5,865,000, and interest on the bonds to be issued to pay the cost of these improvements during the period of construction and for not exceeding six months thereafter, together with legal, fiscal, printing, advertising and administrative expense attributable to this financing will total \$ 335,000, resulting in an aggregate cost of \$6,200,000 for these improvements for which it is necessary that this Board of Regents issue its bonds; and

WHEREAS under the provisions of Chapter 166 of the Laws of the Sixtieth General Assembly of the State of Iowa, the State Board of Regents is authorized to issue its negotiable interest bearing revenue bonds for the purpose of defraying the cost of said dormitories and dining facilities, which bonds are to be paid from the net rents, profits and income to be derived from the operation of the system of student residence halls and dormitories, including dining and other incidental facilities, at the State College of Iowa; and

WHEREAS it is deemed advisable that provision be made for the issuance at this time of additional dormitory revenue bonds, as hereinafter provided, so that such additional bonds will rank on a parity with the presently outstanding Dormitory Revenue Bonds, Series 1964, and on a parity with the presently outstanding Dormitory Revenue Bonds, Series 1965-C;

NOW, THEREFORE, Be It and It Is Hereby Resolved by the State Board of Regents of the State of Iowa, as follows:

ARTICLE ONE

DEFINITIONS

That as used herein the following terms shall have the following meanings unless the context otherwise clearly requires:

1. "College" shall mean the State College of Iowa, located at the City of Cedar Falls, Iowa.
2. "Board" or "Board of Regents" shall mean the State Board of Regents of the State of Iowa.
3. "Fiscal year" shall mean the twelve month period beginning on July 1 of each year and ending on June 30 of the next succeeding year, but all principal or interest maturing on July first of any year on bonds issued or permitted to be issued under the terms of this resolution shall be considered to be obligations of the then immediately preceding fiscal year.
4. "Bond" or "bonds", unless otherwise indicated, shall mean the Dormitory Revenue Bonds, Series 1967-C of the Board of Regents issued pursuant to this resolution.
5. "Parity bonds" or "bonds ranking on a parity" shall mean the presently outstanding bonds referred to in the preamble hereof and any bonds hereafter issued under the conditions and restrictions set forth in Section 7.02 of this resolution sharing equally or ratably in the net rents, profits and income of the system with the bonds authorized to be issued under the terms of this resolution.

6. "Coupon" shall mean the interest coupons pertaining to the bonds.

7. "Holder" or "bondholder" or "owner of the bonds" shall mean the bearer of any bond not registered as to principal and the registered owner of any bond registered as to principal.

8. "System" shall mean the system of student residence halls and dormitories, including dining and other incidental facilities, operated, controlled, maintained and managed by the Board at the State College of Iowa, together with all future additions and extensions thereto, regardless of how acquired or obtained.

9. "Financial Officer" shall mean the Business Manager of the State College of Iowa or such officer as may hereafter assume the duties of his office.

ARTICLE TWO

AUTHORIZATION, FORM, EXECUTION, AUTHENTICATION AND REGISTRATION OF BONDS

SECTION 2.01. Project to be Acquired. The project to be acquired, constructed, equipped and completed hereunder (hereinafter referred to as the "Project") is described in a general way as consisting of three connected buildings, two of which will be thirteen story dormitory buildings, each to house 606 students, including necessary storage space, study rooms, lounges and incidental facilities, and the third to be a two story building containing kitchen and lounge facilities for the other two buildings.

The estimated cost of said Project is \$6,200,000 and it is necessary and advisable that said cost be paid through the issuance of revenue bonds as authorized and provided for by Chapter 166 of the Laws of the Sixtieth General Assembly of the State of Iowa.

SECTION 2.02. Details of Bonds. That for the purpose of defraying the cost of carrying out the Project hereinbefore

described there be and there are hereby authorized to be issued one thousand two hundred forty (1240) negotiable interest bearing revenue bonds of the State Board of Regents of the State of Iowa, numbered from 1 to 1240, inclusive, in the aggregate principal amount of \$6,200,000, each of which shall be known and designated as a "Dormitory Revenue Bond, Series 1967-C", bearing date January 1, 1967, of the denomination of \$5000 each. Said bonds shall bear interest at the rate of Five per cent (5%) per annum or at such lower rate or rates as may be determined at the time of the public sale of said bonds, such interest to be payable July 1, 1967, and semiannually thereafter on the first days of January and July in each year until the principal of said bonds is paid, except as the provisions hereinafter set forth with respect to redemption prior to maturity may be and become applicable.

Said bonds shall mature serially and in numerical order on July 1 of each of the respective years as follows:

<u>Year</u>	<u>Amount</u>	<u>Year</u>	<u>Amount</u>
1968	\$ 50,000	1987	\$125,000
1969	50,000	1988	125,000
1970	50,000	1989	125,000
1971	50,000	1990	140,000
1972	75,000	1991	150,000
1973	75,000	1992	150,000
1974	75,000	1993	150,000
1975	75,000	1994	150,000
1976	75,000	1995	160,000
1977	100,000	1996	175,000
1978	100,000	1997	190,000
1979	100,000	1998	200,000
1980	100,000	1999	350,000
1981	100,000	2000	350,000
1982	100,000	2001	360,000
1983	125,000	2002	375,000
1984	125,000	2003	400,000
1985	125,000	2004	400,000
1986	125,000	2005	450,000

provided, however, that bonds numbered 136 to 1240, inclusive, maturing on and after July 1, 1978, shall be redeemable by the State Board of Regents from available revenues of the system prior to maturity in whole, or from time to time in part in inverse order of maturity (less than all of one maturity to be selected by lot)

on any interest payment date on or after July 1, 1977, upon terms of par and accrued interest plus a premium of three per cent (3%) of the principal amount of any of such bonds called for redemption on July 1, 1977, and if called for redemption thereafter, the amount of such premium to be so paid shall be reduced at the rate of one-quarter of one per cent of the principal amount for each full year that the redemption date is subsequent to July 1, 1977, and bonds numbered 236 to 1240, inclusive, maturing on and after July 1, 1983, shall be redeemable by said Board from any funds regardless of source prior to maturity in whole on any date on or after July 1, 1982, on terms of par and accrued interest plus a premium of four per cent (4%) of the principal amount of any of such bonds if called for redemption prior to July 1, 1986; three per cent (3%) of the principal amount thereof if called for redemption thereafter and prior to July 1, 1990; two per cent (2%) of the principal amount thereof if called for redemption thereafter and prior to July 1, 1994; one per cent (1%) of the principal amount thereof if called for redemption thereafter and prior to July 1, 1998; and upon terms of par and accrued interest without premium if called for redemption thereafter and prior to maturity. In the event any of said bonds are called for redemption prior to maturity as aforesaid, notice of such redemption identifying the bond or bonds to be redeemed shall be given by registered mail addressed to the last known holders of all bonds to be redeemed at least thirty (30) days prior to the redemption date and shall also be published at least once not less than thirty (30) days prior to the redemption date in a financial newspaper or journal published in the City of New York. In the event any of said bonds are called for redemption on any date other than an interest payment date, an additional publication of such notice shall be made not more than thirty (30) days nor less than fifteen (15) days prior to the redemption date. Such of said bonds as may be

thus called for redemption and for the payment of which, upon the terms aforesaid, funds are duly provided shall cease to bear interest from and after the date as of which they are called for redemption.

SECTION 2.03. Payment of Principal and Interest. Both the principal of and interest on said bonds shall be payable in any coin or currency which on the respective dates of payment of such principal and interest, is legal tender for the payment of debts due the United States of America, at the Central National Bank and Trust Company, in the City of Des Moines, Iowa, or, at the option of the holder at banks or trust companies located in the City of New York, New York, and in the City of Chicago, Illinois, having a combined capital and surplus of not less than \$10,000,000, which are mutually agreeable to the Board and the purchaser of the bonds, which alternate paying agents shall be designated by supplemental resolution of the Board. All of said bonds and the interest thereon shall rank on a parity with the presently outstanding Dormitory Revenue Bonds, Series 1964, dated May 1, 1964, and on a parity with the presently outstanding Dormitory Revenue Bonds, Series 1965-C, dated January 1, 1966, referred to in the preamble hereof, and with any additional bonds as may be hereafter issued and outstanding from time to time ranking on a parity therewith, and all of such bonds shall be payable from the net rents, profits and income derived from the operation of the system of student residence halls and dormitories, including dining and other incidental facilities, operated and maintained by the Board of Regents at the State College of Iowa, as such system now exists and as it may be hereafter extended and improved, and shall be payable solely from the "Dormitory Revenue Bond Sinking Fund" hereinafter provided, and shall be a valid claim of the holder thereof only against said fund, and none of said bonds shall be a general obligation of nor a charge against the State of Iowa nor payable in any manner by taxation, but said bonds, together

with the presently outstanding bonds referred to in the preamble hereof and any additional bonds as may be issued and outstanding from time to time ranking on a parity therewith shall be payable, both as to principal and interest, solely and only from the net rents, profits and income derived from the operation of the improved and extended system of residence halls and dormitories, including dining and other incidental facilities, as aforesaid.

SECTION 2.04. Registration. The State Board of Regents shall cause books for the registration and for the transfer of the bonds as provided in this resolution to be kept by the Central National Bank and Trust Company, in the City of Des Moines, Iowa, as Bond Registrar. At the option of the bearer, any bond may be registered as to principal alone on such books, upon presentation thereof to the Bond Registrar, which shall make notation of such registration thereon. Any bond registered as to principal may thereafter be transferred only upon an assignment duly executed by the registered owner or his attorney or legal representative in such form as shall be satisfactory to the Bond Registrar, such transfer to be made on such books and endorsed on the bond by the Bond Registrar. Such transfers may be to bearer and thereafter transferability by delivery shall be restored, subject, however, to successive registrations and transfers as before. The principal of any bond registered as to principal shall be payable only to or upon the order of the registered owner or his legal representative, but the coupons appertaining to any bond whether or not registered as to principal shall remain payable to bearer notwithstanding such registration.

No charge shall be made to any bondholder for the privilege of registration and transfer hereinabove granted, but any bondholder requesting any such registration or transfer shall pay any tax or other governmental charge required to be paid with respect thereto. If and to the extent authorized by future

enactment of the General Assembly of the State of Iowa or by adjudication by the Supreme Court of Iowa, the State Board of Regents may by appropriate action authorize and permit the holder of any of the bonds herein authorized or bonds ranking on a parity therewith to exchange any of such bonds held by him for bonds of larger or smaller denominations, provided that such exchange shall be made at the holder's expense and in the manner and subject to the restrictions contained in any such legislation or adjudication and only if such conversion can be made without hampering the exercise of the rights of redemption herein reserved.

SECTION 2.05. Form of Bonds. Said bonds and coupons shall be in substantially the following form:

(Form of Bond)

UNITED STATES OF AMERICA

STATE OF IOWA

STATE BOARD OF REGENTS

DORMITORY REVENUE BOND, SERIES 1967-C

(STATE COLLEGE OF IOWA)

Number _____ \$5000

The State Board of Regents of the State of Iowa, an agency of the State charged with the responsibility of governing the state institutions of higher learning, for value received promises to pay, in the manner and solely from the source hereinafter specified, to the bearer, or if this bond be registered as to principal, to the registered owner hereof, the sum of Five Thousand Dollars (\$5000) on the first day of July, 19__, and interest on said sum from the date hereof at the rate of _____ per cent (____%) per annum, payable July 1, 1967, and semiannually thereafter on the first days of January and July in each year until said principal sum is paid, except as the provisions hereinafter set forth with respect to redemption prior to maturity may be and become applicable hereto, all such interest

as may accrue on and prior to the maturity date hereof to be payable only upon presentation and surrender of the coupons hereto appertaining, as they severally fall due, both principal of and interest on this bond being payable in any coin or currency which is legally acceptable on the respective dates of payment for debts due the United States of America, at the Central National Bank and Trust Company, in the City of Des Moines, Iowa, or, at the option of the holder hereof, at the _____, in the City of Chicago, Illinois, or at the option of the holder hereof, at the _____, in the City of New York, New York.

This bond and the series of which it is a part are issued by the State Board of Regents pursuant to the provisions of Chapter 166 of the Laws of the Sixtieth General Assembly of the State of Iowa and in conformity with a resolution of the State Board of Regents duly passed on the _____ day of _____, 1967. For a more complete statement of the basis upon which this revenue bond has been issued and additional revenue bonds ranking on a parity therewith may be issued and outstanding, the manner in which said resolution may be modified, a description of the source of payment of all such revenue bonds, and a statement of the rights, duties and obligations of the State Board of Regents and the rights of the holders of the revenue bonds, reference is made to said resolution.

This bond is one of a series of bonds of like tenor and date (except interest rate and maturity), numbered from 1 to 1240, inclusive, issued for the purpose of constructing and equipping student housing, including incidental facilities, at the State College of Iowa, at the City of Cedar Falls, Iowa, and is not a general obligation of nor a charge against the State of Iowa within the meaning or application of any constitutional or statutory limitation or provision and is not payable in any manner by taxation, but this bond and the series of which it forms a

part, together with other bonds heretofore issued and outstanding and any additional bonds as may be hereafter issued and outstanding from time to time ranking on a parity therewith under the restrictions and conditions set forth in the resolution authorizing said series as referred to in the preceding paragraph, are payable solely and only out of the net rents, profits and income derived from the operation of the system of student residence halls and dormitories, including dining and other incidental facilities, at the State College of Iowa, at the City of Cedar Falls, Iowa, which shall be sufficient to pay the principal of and interest upon said bonds as and when the same become due and payable, and a sufficient portion of which net rents, profits and income has been ordered set aside and pledged for that purpose and identified as the "Dormitory Revenue Bond Sinking Fund". The State Board of Regents covenants that it will fix, maintain, charge and collect rates, fees and rentals for the use of and services rendered by said system of residence halls and dormitories, including dining and other incidental facilities, so as to produce net rents, profits and income sufficient to pay the principal of and interest on said bonds as the same become due and to maintain a reserve therefor.

The State Board of Regents reserves the right to call and redeem bonds of this issue numbered 136 to 1240, inclusive, maturing on and after July 1, 1978, from available revenues of the system prior to maturity in whole, or from time to time in part in inverse order of maturity (less than all of one maturity to be selected by lot) on any interest payment date on or after July 1, 1977, upon terms of par and accrued interest plus a premium of three per cent (3%) of the principal amount thereof if called for redemption on July 1, 1977, and if called for redemption thereafter, the amount of such premium to be so paid shall be reduced at the rate of one-quarter of one per cent of the principal amount for each full year that the redemption date is subsequent to July 1, 1977, and bonds numbered 236 to 1240, inclusive,

maturing on and after July 1, 1983, are redeemable at the option of the State Board of Regents from any funds regardless of source prior to maturity in whole on any date on or after July 1, 1982, on terms of par and accrued interest plus a premium of four per cent (4%) of the principal amount of any of such bonds if called for redemption prior to July 1, 1986; three per cent (3%) of the principal amount thereof if called for redemption thereafter and prior to July 1, 1990; two per cent (2%) of the principal amount thereof if called for redemption thereafter and prior to July 1, 1994; one per cent (1%) of the principal amount thereof if called for redemption thereafter and prior to July 1, 1998; and upon terms of par and accrued interest without premium if called for redemption thereafter and prior to maturity. In the event any of said bonds are called for redemption prior to maturity as aforesaid, notice of such redemption identifying the bond or bonds to be redeemed will be given by registered mail addressed to the last known holders of all bonds to be redeemed at least thirty (30) days prior to the redemption date and will also be published at least once not less than thirty (30) days prior to the redemption date in a financial newspaper or journal published in the City of New York. In the event any of said bonds are called for redemption on any date other than an interest payment date, an additional publication of such notice will be made not more than thirty (30) days nor less than fifteen (15) days prior to the redemption date. Such of said bonds as may be thus called for redemption and for the payment of which, upon the terms aforesaid, funds are duly provided shall cease to bear interest from and after the date as of which they are called for redemption.

This bond is subject to registration as to principal in the name of the holder on the books of the Central National Bank and Trust Company in the City of Des Moines, Iowa, as Bond Registrar, such registration to be evidenced by notation of said

Registrar on the back hereof, and after such registration no transfer hereof, except upon such books and similarly noted hereon, shall be valid unless the last registration shall have been to bearer. Registration hereof shall not affect the negotiability of the coupons hereto attached which shall continue negotiable by delivery merely.

And It Is Hereby Certified, Recited and Declared that all acts, conditions and things required to exist, happen and be performed precedent to and in the issuance of this bond and the series of which it is a part have existed, have happened and have been performed in due time, form and manner, as required by law, that the issuance of this bond does not exceed or violate any constitutional or statutory limitation or provision, and that a sufficient amount of the net rents, profits and income to be derived from the operation of the system of student residence halls and dormitories, including dining and other incidental facilities, at the State College of Iowa, at the City of Cedar Falls, Iowa, has been pledged to and will be set aside into said special fund for the prompt payment of the principal of and interest on this bond and all other bonds authorized or permitted to be issued under the terms of said resolution.

IN TESTIMONY WHEREOF, the State Board of Regents of the State of Iowa has caused this bond to be signed by its President and attested by its Secretary, with the seal of the State College of Iowa affixed hereto, and the coupons hereto attached to be executed with the facsimile signatures of the said President and Secretary, which officials by the execution of this bond, do adopt and for their own proper signatures their respective facsimile signatures appearing on said coupons, this first day of January, 1967.

Attest:

President, State Board of Regents

Secretary, State Board of Regents

(Form of Coupon)

No. _____ \$ _____

On the first day of _____, 19__, and upon presentation and surrender of this coupon, the State Board of Regents of the State of Iowa will pay to bearer at the Central National Bank and Trust Company, in the City of Des Moines, Iowa, or, at the option of the holder hereof, at the _____, in the City of Chicago, Illinois, or, at the option of the holder hereof, at the _____, in the City of New York, New York, the sum of _____ Dollars (\$_____) solely from the special fund referred to in and for interest then due on its Dormitory Revenue Bond, Series 1967-C (State College of Iowa) dated January 1, 1967, Numbered _____.

President, State Board of Regents

Attest:

Secretary, State Board of Regents

On the back of each bond there shall be printed the certificate of the Treasurer of the State College of Iowa in the following form:

"The issuance of this bond has been duly and properly recorded in my office as of the first day of January, 1967.

Treasurer of the State College of Iowa"

(Form for Registration of Ownership)

Date of Registration	Name of Registered Owner	Signature of Registrar
:	:	
:	:	
:	:	
:	:	

SECTION 2.06. Execution and Authentication of Bonds.

Said bonds shall be signed by the President of the State Board of Regents and attested by the Secretary of said Board, and the seal of the State College of Iowa shall be affixed thereto, and the interest coupons attached thereto shall be executed by said President

and said Secretary by their facsimile signatures, and said officials, by the execution of said bonds, shall adopt as and for their own proper signatures their respective facsimile signatures appearing on such coupons. When and as executed said bonds shall be delivered to the Treasurer of the State College of Iowa to be by him duly recorded as to issuance, and said Treasurer shall sign the certificate hereinbefore set out in Section 2.05 and endorsed upon the back of each of said bonds and deliver said bonds to the purchaser thereof upon payment of the purchase price, same being at least par and accrued interest.

ARTICLE THREE

PROVISIONS RELATING TO INCOME AND APPLICATION THEREOF

SECTION 3.01. Revenue Fund. Upon the issuance of the bonds hereby authorized and thereafter so long as any of said bonds or any additional bonds ranking on a parity therewith are outstanding the system shall be continuously operated as a revenue producing undertaking on a fiscal year basis ending June 30 of each year. The provisions, covenants, undertakings and stipulations for the operation of the system and for the collection, application and use of the revenues, income, receipts, profits, rates, rents or charges derived from the operation of such facilities, as set forth in the resolution adopted by the State Board of Regents on March 12, 1964, and pursuant to which the outstanding Dormitory Revenue Bonds, Series 1964, were issued, and as set forth in the resolution adopted by the State Board of Regents on November 12, 1965, and pursuant to which the outstanding Dormitory Revenue Bonds, Series 1965-C, were issued, shall inure and appertain to the bonds hereby authorized to the same extent and with like force and effect as if herein set out in full, except only in so far as same may be inconsistent with this resolution. From and after the issuance of the bonds hereby authorized the income and revenues of the system shall be set aside into a separate and special fund and shall be used in maintaining and

operating the system, and after payment of the proper and necessary maintenance and operation expenses shall, to the extent hereinafter provided, be used to pay the principal of and the interest on the presently outstanding Dormitory Revenue Bonds, Series 1964, dated May 1, 1964, the principal of and the interest on the presently outstanding Dormitory Revenue Bonds, Series 1965-C, dated January 1, 1966, and the principal of and the interest on the bonds herein authorized and any additional bonds ranking on a parity therewith as may be issued and outstanding under the restrictions and conditions specified in Section 7.02 hereof. The "Dormitory Revenue Bond Sinking Fund" heretofore created shall continue to be maintained as long as any of the Dormitory Revenue Bonds, Series 1964, dated May 1, 1964, the Dormitory Revenue Bonds, Series 1965-C, dated January 1, 1966, or the bonds herein authorized remain outstanding, and there shall be set aside from the net rents, profits and income derived from the operation of the system of student residence halls and dormitories, including dining and other incidental facilities, at the State College of Iowa, at the City of Cedar Falls, Iowa, such portion thereof as will be sufficient to pay the interest upon and principal of said outstanding Dormitory Revenue Bonds, Series 1964, Dormitory Revenue Bonds, Series 1965-C, and the bonds hereby authorized and any additional bonds ranking on a parity therewith as may be issued and outstanding under the conditions and restrictions hereinafter set forth as the same become due, and it is hereby determined that the minimum amount to be so set aside into said Sinking Fund on or before June 15 and December 15 of each year shall be not less than as follows:

One-half (1/2) of the principal of all bonds maturing on the July 1 next succeeding plus the interest becoming due on the next succeeding interest payment date on all of the then outstanding bonds issued pursuant to this resolution and bonds ranking on a parity therewith; provided, however, that no further payments need be made into said Sinking Fund when and

so long as the amount therein is sufficient to retire all of said bonds then outstanding and to pay all interest to become due thereon prior to such retirement.

Such Sinking Fund shall be used solely and only and is hereby pledged for the purpose of paying the interest on and principal of the outstanding Dormitory Revenue Bonds, Series 1964, the outstanding Dormitory Revenue Bonds, Series 1965-C, the bonds herein authorized to be issued and bonds ranking on a parity therewith and for no other purpose. If at any time there be a failure to pay into said Sinking Fund the full amount above stipulated, then an amount equivalent to the deficiency shall be set apart and paid into said Sinking Fund from the net rents, profits and income of the system as soon as available and same shall be in addition to the amount otherwise required to be so set apart and paid into said Sinking Fund.

The balance of the net rents, profits and income derived from the operation of the system shall be credited to the "Bond Reserve Fund", the "Improvement Fund" and the "Surplus Fund", heretofore created under the provisions of the resolution adopted by this Board on March 12, 1964, pursuant to which the outstanding Dormitory Revenue Bonds, Series 1964, were issued, and in the manner provided by said resolution and the resolution adopted by this Board on November 12, 1965.

SECTION 3.02. Investment of Funds. All moneys held in the several separate funds referred to in this resolution, including the Construction Fund, shall be deposited in a bank or banks designated as depositories by the State Board of Regents and all such deposits exceeding the amount insured by the Federal Deposit Insurance Corporation from time to time in any one bank shall be continuously secured by a valid pledge of direct obligations of the United States Government having an equivalent market value. All funds of the system shall be kept invested so far as possible but only in direct obligations of the United States Government maturing at a date on or before the

time when the State Board of Regents estimates the proceeds thereof will be needed for the purpose for which accumulated, which date in the case of the "Bond Reserve Fund" shall be considered to be not more than five years from the date of investment, and in any event, such securities shall be sold whenever the proceeds thereof are needed for the purposes of the funds for the account of which the investment was made. All interest, income and revenues derived from any such investments shall be credited to the "Revenue Fund".

ARTICLE FOUR

APPLICATION OF PROCEEDS OF SALE OF BONDS

SECTION 4.01. Custody and Application of Bond Proceeds.

Upon the delivery of the bonds authorized to be issued under the terms of this resolution the proceeds thereof shall be credited to a "Construction Fund" which is hereby ordered created and held as a trust fund. All moneys and investments credited to said Construction Fund shall be kept separate and apart from all other funds of the Board or the State College of Iowa and shall be held in trust in a bank account or accounts separate and apart from all other College bank accounts and used solely to pay the cost of constructing the improvements referred to in the preamble hereof, including interest on the bonds during the period of construction of the improvements and not exceeding six months thereafter. Withdrawals for the payment of costs of construction other than interest on the bonds shall be predicated upon estimates approved by the architects employed by the Board for the Project or other responsible persons in charge of constructing or acquiring the project, and stating to whom the payment is due and for what work, material or property, which estimates shall be certified by the Financial Officer of the State College of Iowa as correct, due and payable. The cost of engineering, administrative, fiscal and legal services, the cost of surveys, designs and other necessary and incidental expenses, shall be deemed items of cost of construction. On the

date of the delivery of the bonds a sum sufficient to pay interest on the bonds for one year (said period being less than the period of construction of the project and six months thereafter) or so much thereof as may be necessary together with other available funds shall be with drawn from the "Construction Fund" and deposited in the "Dormitory Revenue Bond Sinking Fund", so as to assure that the annual net rents, profits and income of the system plus such construction interest will be at least equal to 135% of the amount of principal and interest falling due in each fiscal year during the construction period.

SECTION 4.02. Disposition of Surplus Funds. Within sixty (60) days after the completion of the improvements referred to in the preamble hereof and after all costs in connection therewith shall have been paid, the architects in charge of supervising the construction shall certify to the State Board of Regents the fact that such work has been completed according to the plans and specifications therefor and that all costs have been paid and thereafter if any funds remain in said "Construction Fund", the same shall be transferred to the "Bond Reserve Fund".

ARTICLE FIVE

ADDITIONAL COVENANTS OF THE BOARD

The State Board of Regents of the State of Iowa hereby covenants and agrees as follows:

SECTION 5.01. Authority for Bonds. That it is duly authorized under the laws of the State of Iowa and under all other applicable provisions of law to create and issue the bonds herein provided for and to pledge and apply the net rents, profits and income of the system of student residence halls and dormitories, including dining and other incidental facilities therefor as herein provided; that all corporate and other action on its part for the creation and issuance of the bonds has been duly taken; that said bonds when issued and in the hands of the holders thereof will be valid and enforceable obligations of the State Board of Regents according to the import thereof; that this resolution is and will remain a valid resolution to secure the payment of said bonds and

that the Board has complete and lawful authority and power to acquire, construct, complete, equip, operate, enlarge, maintain, control and manage the system of residence halls, dormitories and facilities as herein provided.

SECTION 5.02. Right to Use and Occupancy and Agreement not to Encumber. That it hereby warrants that it has a valid and existing right to the use and occupancy of the system of student residence halls and dormitories, including dining and other incidental facilities therefor, at the State College of Iowa in perpetuity and the State of Iowa has indefeasible title in fee simple to the sites of all residence halls, dormitories, and facilities constituting a part of the system referred to in this resolution and including those to be constructed from the proceeds of bonds issued pursuant to this resolution; that, except as otherwise provided in this resolution, it will not sell, lease, mortgage, abandon or in any manner dispose of any building or facilities constituting any part of the system, including any and all extensions, improvements and additions that may be made thereto, until all the bonds herein authorized shall have been paid in full, both principal and interest, or unless and until provisions shall have been made for the payment of said bonds and interest thereon in full; and that it will within three months after the same shall accrue pay and discharge, or cause to be paid and discharged, all lawful claims and demands of mechanics, laborers and others which if unpaid might by law become liens upon the facilities or the sites thereof, according to the intent of this resolution.

SECTION 5.03. Payment of Principal and Interest. That it will duly and punctually pay or cause to be paid the principal sum and the interest accruing on said principal on each and every one of the bonds issued hereunder and bonds ranking on a parity therewith, at the dates and places and in the manner provided in said bonds and in the coupons thereunto appertaining, according to the terms thereof and as provided in this resolution

SECTION 5.04. Taxes. That it will pay and discharge all taxes, assessments and governmental charges which shall be lawfully imposed upon the facilities, provided, however, that the Board shall not be required to pay any such tax, assessment, charge or claim so long as the Board in good faith and by appropriate legal proceedings shall contest the validity thereof or its enforceability as a lien, and provided further that any such delay occasioned thereby shall not subject the facilities or any part thereof to forfeiture or sale.

SECTION 5.05. Construction of Facilities and Operation of the System. That following the issuance of the bonds herein authorized and bonds ranking on a parity therewith it will cause the additional facilities for the account of which said bonds are issued to be constructed with all reasonable dispatch; that subject to the right of abandonment as permitted and provided in Article Six of this resolution it will at all times from income made available for such purpose maintain, preserve and keep the system and all additions and betterments thereto and every part and parcel thereof in good repair, working order and operating condition; that it will continuously operate the system on a revenue producing basis, and that it will use and apply the income from the system only as provided in Article Three of this resolution.

SECTION 5.06. Maintenance of Occupancy and Rental Rates. That so long as any of the bonds herein authorized to be issued or bonds ranking on a parity therewith shall remain outstanding it will continuously operate and maintain the system, will adopt such rules and regulations for occupancy, including parietal rules, as will assure maximum occupancy of the buildings and will fix, maintain, revise and adjust from time to time such rates, rents, fees and charges for the use of said system as will provide revenues sufficient at all times to pay the reasonable cost of operating and maintaining the system and to provide and maintain the "Dormitory Revenue Bond Sinking Fund" and the required reserve therefor, that it will not permit any free use of the system, and that it will collect and account for and apply the rents, profits, income and revenues in

accordance with and as provided by this resolution, the resolution adopted by this Board on March 12, 1964, authorizing the issuance of the Dormitory Revenue Bonds, Series 1964, and the resolution adopted by this Board on November 12, 1965, authorizing the issuance of the Dormitory Revenue Bonds, Series 1965-C.

SECTION 5.07. Records and Audit Reports. That so long as any of the bonds authorized to be issued under the terms of this resolution or bonds ranking on a parity therewith remain outstanding and unpaid it will keep proper and separate books of accounts and records in which full, true and correct entries will be made of all dealings and transactions relating to the properties, business and financial affairs relating to the system, in the manner provided by the resolutions adopted by this Board on March 12, 1964, and November 12, 1965, and pursuant to which the presently outstanding bonds were issued. Copies of the quarterly reports and of the annual audits therein required to be made shall be promptly mailed to the original purchaser or purchasers of the bonds herein authorized and to any bondholder who may request the same.

SECTION 5.08. Insurance. As long as any of the bonds authorized to be issued hereunder or bonds ranking on a parity therewith remain outstanding and unpaid, either as to principal or interest, or both, the State Board of Regents agrees that it will keep the system, including all equipment thereof and all goods, wares or merchandise contained therein, insured under a policy or policies of a responsible insurance company or companies authorized and qualified under the laws of the State of Iowa against loss or damage by fire, lightning, windstorm and all other risks included in extended coverage insurance in the manner and to the extent provided by the resolutions adopted by this Board on March 12, 1964, and November 12, 1965, and pursuant to which the presently outstanding bonds were issued, and the proceeds of such insurance shall be applied as provided in Section 5.08 of said resolution adopted by this Board on March 12, 1964.

SECTION 5.09. Annual Budget. That an annual budget of expenses and operation of the system shall be prepared by the Financial Officer of the State College of Iowa in the manner and as required and provided by Section 5.09 of the resolution adopted by this Board on March 12, 1964, and pursuant to which the presently outstanding Dormitory Revenue Bonds, Series 1964, were issued.

SECTION 5.10. Bondholders Remedies. Any holder or holders of any bonds issued pursuant to this resolution or of any bonds ranking on a parity therewith may enforce the terms and covenants of any of such bonds and this resolution by a proceeding either in law or in equity by suit, action or mandamus to enforce and compel the performance of the duties required by law pursuant to which said bonds are issued and the terms of this resolution, including the establishment and collection of sufficient rates, fees, rentals and charges for the use and occupancy of the system.

ARTICLE SIX

ABANDONMENT OF FACILITIES

SECTION 6.01. Conditions Under Which Facilities May be Abandoned. Anything in this resolution to the contrary notwithstanding, the Board may at any time and from time to time permanently abandon the use of any of the buildings or facilities constituting the system of student residence halls, dormitories and related facilities if the Board determines that the age or physical condition of the building or facility proposed to be abandoned does not permit the economical operation thereof; provided that the net rents, profits and income of the system available for payment into the "Dormitory Revenue Bond Sinking Fund" after giving effect to such abandonment as shown by the annual audit for the then last preceding fiscal year (with adjustments to reflect any increases in rates, fees, rentals or charges or additional facilities being incorporated into the system) will be equal to or greater than one and thirty-five one hundredths (1.35) times the maximum annual amount to become due in any succeeding fiscal year for the payment of principal of

and interest on any then outstanding bonds issued pursuant to this resolution and bonds ranking on a parity therewith.

SECTION 6.02. Evidence of Right of Abandonment. All findings and determinations required to be made under this Article Six shall be evidenced by a resolution adopted by the State Board of Regents.

ARTICLE SEVEN

ADDITIONAL BONDS

SECTION 7.01. Compliance with Parity Formula. The provisions of Section 7.01 of the resolution adopted by this Board on March 12, 1964, and pursuant to which the presently outstanding Dormitory Revenue Bonds, Series 1964, were issued and of Section 7.02 of the resolution adopted by this Board on November 12, 1965, and pursuant to which the presently outstanding Dormitory Revenue Bonds, Series 1965-C, were issued, with respect to the issuance of additional dormitory revenue bonds ranking on a parity with the bonds thereby authorized are hereby recognized. It is hereby found and declared that the Series 1967-C bonds are being issued pursuant to subparagraph 1 of Section 7.01 of said resolution adopted by this Board on March 12, 1964, and pursuant to subparagraph 1 of Section 7.02 of said resolution adopted by this Board on November 12, 1965, and that the net rents, profits and income of the system for the last completed fiscal year, including earnings from investments, were equal to at least 135% of the maximum amount that will become due for both principal of and interest on the bonds now outstanding and the Series 1967-C bonds now proposed to be issued in any fiscal year prior to the longest maturity of any of the presently outstanding bonds.

SECTION 7.02. Parity Bonds. The bonds hereby authorized and from time to time outstanding shall not be entitled to priority or preference, one over the other, in the application of the net rents, profits and income of the system, regardless of the time or times of the issuance of such bonds, it being the intention that

there shall be no priority among the bonds authorized to be issued under the terms of this resolution regardless of the fact that they may have been actually issued and delivered at different times. The State Board of Regents covenants and agrees that so long as any of the bonds issued pursuant to this resolution are outstanding and unpaid no other bonds, notes or obligations payable from the net rents, profits and income of the system will be issued except upon the basis of such additional bonds, notes or obligations being subject to the priority and security for payment of any of the Dormitory Revenue Bonds, Series 1964, and Dormitory Revenue Bonds, Series 1965-C, referred to in the preamble hereof which are then outstanding and to the priority of the bonds then outstanding under the terms of this resolution and being payable from the "Surplus Fund" created under the provisions of Section 3.02 of the resolution adopted by this Board on March 12, 1964; provided, however, that said Board hereby reserves the right and privilege of issuing additional bonds from time to time payable from the net rents, profits and income of the system and ranking on a parity with the Dormitory Revenue Bonds, Series 1964, and Dormitory Revenue Bonds, Series 1965-C, hereinbefore referred to and on a parity with the bonds herein authorized or permitted to be issued as may be then outstanding, subject to the conditions and restrictions hereinafter set forth:

1. Additional bonds ranking on a parity as aforesaid may be issued from time to time for the purpose of paying the cost of acquiring, purchasing or constructing buildings for use as student residence halls and dormitories, including dining and other incidental facilities therefor, or additions to such buildings, reconstructing, completing, equipping, improving, repairing or remodeling student residence halls, dormitories or additions thereto or

facilities therefor, or acquiring property therefor, or for refunding any bonds issued for account of the system, but only if there shall have first been procured and filed with the Secretary of the State Board of Regents a statement by an independent certified public accountant not in the regular employ of the Board or of the State College of Iowa reciting the opinion based upon necessary investigations that the net rents, profits and income of the system for the then last completed fiscal year, including earnings from investments, with adjustments as hereinafter provided, were equal to at least 135% of the maximum amount that will become due for both principal of and interest on the bonds then outstanding and the bonds then proposed to be issued in any fiscal year prior to the longest maturity of any of the then outstanding bonds; provided, that the net rents, profits and income of the system may be adjusted by said accountant to reflect any changes then in effect in the rates, fees, rentals or charges for the use and occupancy of the system, but which revised rates, fees, rentals or charges were not in effect on the first day of the then immediately preceding fiscal year.

2. Additional bonds ranking on a parity as aforesaid may also be issued from time to time for any of the purposes specified in subparagraph 1 hereof but only if there shall have first been procured and filed with the Secretary of the State Board of Regents a certificate executed by the Financial Officer of the State College of Iowa, as approved by the Board, reciting the opinion based upon necessary investigations that the net revenues of the system available for debt service, as hereinafter defined, will be

not less than 150% of the maximum amount that will become due for both principal of and interest on the bonds then outstanding and the bonds then proposed to be issued in any fiscal year prior to the longest maturity of any of the then outstanding bonds. "Net revenues of the system available for debt service" as used in this subparagraph shall consist of the estimated average annual net revenues of the entire system (based upon 95% occupancy of residence hall, dormitory and dining facilities capacity as determined by the regulations for occupancy and use then in effect), including those facilities then in operation, those then under construction, and those being financed through the issuance of the proposed additional bonds, for the first two fiscal years after the completion of the facilities to be paid for from the proceeds of the proposed additional bonds. Before presenting his certificate to the State Board of Regents for its approval, the Financial Officer of the State College of Iowa shall submit the same to the independent public accountant who made the last audit of the system for his comments as to the basis upon which estimates were made as to revenues to be derived from facilities not then in operation, and the comments of the accountant shall be made in writing and shall be submitted to the Board with the aforesaid Financial Officer's certificate. No additional parity bonds may be issued under this subparagraph when the net rents, profits and income of the system for the then last completed fiscal year, including earnings from investments (with adjustments as provided in subparagraph 1 hereof) were less than 135% of the amount of principal and interest due in such fiscal year.

No additional parity bonds may be issued at any time while payments required by this resolution and by the resolutions

adopted by this Board on March 12, 1964, and November 12, 1965, to be made into the "Dormitory Revenue Bond Sinking Fund" or the "Bond Reserve Fund" are in arrears. A sufficient amount of interest during construction shall be included as a part of any issue of additional parity bonds whenever necessary to assure that the annual net rents, profits and income of the system plus such construction interest will be at least equal to 135% of the amount of principal and interest falling due in each fiscal year during the construction period. The interest payment dates for any additional parity bonds shall be semiannually on January 1 and July 1 of each year and the principal maturities of such additional bonds shall be on July 1 of the year in which any such principal is scheduled to become due. Such additional bonds may be made callable by the State Board of Regents prior to maturity on such date or dates and on such terms and may be made payable at such place or places and of such denominations as the Board may from time to time determine. At or before the time the Board issues any such additional bonds it shall determine the nature and extent of the additions and improvements to be constructed or acquired from the proceeds of such additional bonds based upon a report from recognized architects or engineers, which report shall be filed as a part of the official records of the Board. Said report shall contain a detailed estimate of the total cost of such additions and improvements, which estimated cost shall not exceed the funds available for the project, including the proceeds of the bonds then proposed to be issued and other funds then on hand and set aside for such purpose. The total cost of such additions and improvements, as reflected by said estimate, shall include all architects or engineering fees and charges, legal, fiscal and administrative expenses attributable to the financing, interest on the additional bonds during the construction period to the extent hereinbefore required,

and a reasonable allowance for contingencies.

The terms "net rents, profits and income" or "net revenues" are defined as gross revenues of the system less operating expenses which shall include salaries, wages, cost of maintenance and operation, materials and supplies and insurance, as well as all other items as are normally included under recognized accounting practices, but shall not include allowances for general College overhead expenses or capital expenditures, replacements, improvements or for depreciation in the value of physical properties or for any reserves therefor.

Bonds issued to refund any of the bonds hereby authorized or bonds ranking on a parity therewith shall not be subject to the restrictions contained in subparagraphs 1 and 2 of this section provided the bonds being refunded mature within three months of the date of such refunding and no other funds are available to pay such maturing bonds, but otherwise any refunding bonds ranking on a parity shall only be issued subject to said restrictions, and in computing the maximum principal and interest due in any year principal and interest on the bonds being refunded shall be excluded and principal and interest on the refunding bonds shall be utilized.

ARTICLE EIGHT

MODIFICATION AND AMENDMENT OF THE RESOLUTION

SECTION 8.01. Amendment by Consent of Bondholders. The provisions of this resolution shall constitute a contract between the State Board of Regents and the holders of the bonds herein authorized to be issued and any parity bonds as may from time to time be outstanding and after the issuance of any of said bonds, no change, variation or alteration of any kind of the provisions of this resolution may be made in any manner except as provided in this Article until such time as all of said bonds issued hereunder and interest thereon shall have been paid in full.

The holders of three-fourths in principal amount of the bonds and parity bonds at any time outstanding (not including in any case any bonds which may then be held or owned by or for the account of the State Board of Regents, but including such refunding bonds as may be issued for the purpose of refunding any of the bonds herein authorized if such refunding bonds shall not then be owned by the State Board of Regents) shall have the right from time to time to consent to and approve the adoption by the State Board of Regents of a resolution or resolutions modifying or amending any of the terms or provisions contained in this resolution; provided, however, that this resolution may not be so modified or amended in such manner as to:

(a) Make any change in the maturity or redemption terms of the bonds.

(b) Make any change in the ~~rate~~ of interest borne by any of the bonds.

(c) Reduce the amount of the principal payable on any bond.

(d) Modify the terms of payment of principal or interest on the bonds, or any of them, or impose any conditions with respect to such payment.

(e) Affect the rights of the holders of less than all of the bonds then outstanding.

(f) Reduce the percentage of the principal amount of bonds the consent of the holders of which shall be required to effect a further modification.

SECTION 8.02. Notice of Proposed Amendment. Whenever the State Board of Regents shall propose to amend or modify this resolution under the provisions of this Article, it shall (1) prior to the publication of the notice hereinafter provided in (2), cause notice of the proposed amendment to be mailed to each of the holders of revenue bonds registered as to principal at the address appearing

on the registration books and also to the original purchaser or purchasers of the revenue bonds, and (2) cause notice of the proposed amendment to be published one time in a financial newspaper or journal published in the City of New York, New York. Such notice shall briefly set forth the nature of the proposed amendment and shall state that a copy of the proposed amendatory resolution is on file in the office of the Secretary of the State Board of Regents for public inspection.

SECTION 8.03. Evidence of Consent or Approval. Whenever at any time within one year from the date of the publication of said notice there shall be filed with the Secretary of the State Board of Regents an instrument or instruments executed by the holders of at least three-fourths in aggregate principal amount of the bonds and parity bonds then outstanding as in this Article defined, which instrument or instruments shall refer to the proposed amendatory resolution described in said notice, and shall specifically consent to and approve the adoption thereof, thereupon, but not otherwise, the State Board of Regents may adopt such amendatory resolution and such resolution shall become effective.

If the holders of at least three-fourths in aggregate principal amount of the bonds and parity bonds outstanding as in this section defined, at the time of the adoption of such amendatory resolution, or the predecessors in title of such holders, shall have consented to and approved the adoption thereof as herein provided, no holder of any bonds whether or not such holder shall have consented to or shall have revoked any consent as in this section provided, shall have any right or interest to object to the adoption of such amendatory resolution or to object to any of the terms or provisions therein contained or to the operation thereof or to enjoin or restrain the State Board of Regents from taking any action pursuant to the provisions thereof.

Any consent given by the holder of a bond pursuant to the provisions of this section shall be irrevocable for a period of six months from the date of such consent and shall be conclusive and binding upon all future holders of the same bond during such period. Such consent may be revoked at any time after six months from the date of such consent by the holder who gave such consent or by a successor in title by filing notice of such revocation with the Secretary of the State Board of Regents, **but such revocation** shall not be effective if the holders of three-fourths in aggregate principal amount of the bonds outstanding as in this section defined shall have, prior to the attempted revocation consented to and approved the amendatory resolution referred to in such revocation.

The fact and date of the execution of any instrument under the provisions of this section may be proved by the certificate of any officer in any jurisdiction who by the laws thereof is authorized to take acknowledgments of deeds within such jurisdiction, that the person signing such instrument acknowledged before him the execution thereof, or may be proved by an affidavit of a witness to such execution sworn to before such officer.

The amount and numbers of the bonds held by any person executing such instrument and the date of his holding the same may be proved by the affidavit of such person or by a certificate executed by any responsible bank or trust company showing that on the date therein mentioned such person had on deposit with such bank or trust company the bonds described in such certificate.

ARTICLE NINE

MISCELLANEOUS

SECTION 9.01. Headings. Any headings preceding the texts of the several Articles or Sections hereof shall be solely for convenience of reference and shall not constitute a part of this resolution, nor shall they affect its meaning, construction or effect.

SECTION 9.02. Severability. If any section, paragraph, clause or provision of this resolution be held invalid, such invalidity shall not affect any of the remaining provisions hereof, and this resolution shall become effective immediately upon its passage and adoption.

SECTION 9.03. Conflicting Resolutions or Orders. All resolutions or orders or parts thereof in conflict herewith are hereby repealed to the extent of such conflict.

Passed and approved January 13, 1967.

Stanley J. Becker
President, State Board of Regents

Attest:

David A. Danen
Secretary, State Board of Regents

Recorded January 13, 1967.

David A. Danen
Secretary, State Board of Regents

I, David A. Dancer, do hereby certify that I am the duly appointed, qualified and acting Secretary of the State Board of Regents of the State of Iowa, and that as such officer I have in my possession or have access to the complete corporate records of the State Board of Regents and its officers; and that I have carefully compared the transcript hereto attached with the aforesaid corporate records, and that said transcript hereto attached is a true, correct and complete copy of all the corporate records in relation to the authorization and issuance of \$6,200,000 Dormitory Revenue Bonds, Series 1967-C, of the State Board of Regents to be dated January 1, 1967, and that said transcript hereto attached contains a true, correct and complete statement of all the measures adopted, and proceedings, acts and things had, done and performed up to the present time in relation to the authorization and issuance of said bonds.

WITNESS my official signature hereto affixed at Des Moines, Iowa, this 16 day of January, 1967.

David A. Dancer
Secretary, State Board of Regents

STATE OF IOWA)
) SS
COUNTY OF POLK

Subscribed and sworn to before me this 16 day of January, 1967.

Notary Public in and for said County.

My commission expires: July 4, 1969

RESOLUTION directing the advertisement
and sale of \$6,200,000 Dormitory Revenue
Bonds, Series 1967-C.

* * * *

WHEREAS in order to pay the cost of constructing and equipping dormitories and facilities therefor at the State College of Iowa, the State Board of Regents of the State of Iowa contemplates issuing its Dormitory Revenue Bonds, Series 1967-C, in the aggregate principal amount of \$6,200,000; and

WHEREAS it is necessary and for the best interests of said Board that said bonds be offered for sale at this time;

NOW, THEREFORE, Be It Resolved by the State Board of Regents of the State of Iowa, as follows:

Section 1. That Dormitory Revenue Bonds, Series 1967-C, of this Board in the amount of \$6,200,000 be offered for sale pursuant to advertisement, said bonds to be numbered 1 to 1240, inclusive, in the denomination of \$5000 each, to be dated January 1, 1967, with interest payable July 1, 1967, and semiannually thereafter on the first days of January and July in each year, and to mature serially and in numerical order on July 1 of each of the respective years as follows:

<u>Year</u>	<u>Amount</u>	<u>Year</u>	<u>Amount</u>
1968	\$ 50,000	1987	\$125,000
1969	50,000	1988	125,000
1970	50,000	1989	125,000
1971	50,000	1990	140,000
1972	75,000	1991	150,000
1973	75,000	1992	150,000
1974	75,000	1993	150,000
1975	75,000	1994	150,000
1976	75,000	1995	160,000
1977	100,000	1996	175,000
1978	100,000	1997	190,000
1979	100,000	1998	200,000
1980	100,000	1999	350,000
1981	100,000	2000	350,000
1982	100,000	2001	360,000
1983	125,000	2002	375,000
1984	125,000	2003	400,000
1985	125,000	2004	400,000
1986	125,000	2005	450,000

but with the right reserved to the Board to call and redeem the bonds maturing on and after July 1, 1978, prior to maturity from revenues of the system on any interest payment date on or after July 1, 1977, in whole or from time to time in part in inverse order of maturity and within a maturity by lot upon terms of par and accrued interest plus a premium of three per cent (3%) of the principal amount of any of such bonds called for redemption on July 1, 1977, and if called for redemption thereafter, the amount of such premium to be reduced at the rate of one-quarter of one per cent of the principal amount for each full year that the redemption date is subsequent to July 1, 1977, and with the right also reserved to the Board to call and redeem the bonds maturing on and after July 1, 1983, prior to maturity, in whole from any funds regardless of source on any date on or after July 1, 1982, upon terms of par and accrued interest plus a premium of four per cent (4%) of the principal amount of any of such bonds if called for redemption prior to July 1, 1986; three per cent (3%) of the principal amount thereof if called for redemption thereafter and prior to July 1, 1990; two per cent (2%) of the principal amount thereof if called for redemption thereafter and prior to July 1, 1994; one per cent (1%) of the principal amount thereof if called for redemption thereafter and prior to July 1, 1998, and upon terms of par and accrued interest without premium if called for redemption thereafter and prior to maturity.

Section 2. That the Secretary of this Board be and he is hereby authorized and directed to publish notice of the sale of said bonds for two or more successive weeks and on the same day of each week in the "Des Moines Register", a legal newspaper published in the City of Des Moines, Iowa, and having a general circulation throughout the State of Iowa, and to publish said notice in like manner in the "Waterloo Daily Courier", a newspaper published in the City of Waterloo, Iowa, and having a general circulation in

Black Hawk County, Iowa, such notice to state that bids will be received and acted upon by this Board at a meeting to be held at 11:00 o'clock A.M., Central Standard Time, on the 9th day of February, 1967, at the Office of the Secretary of the Board, Room 526, State Office Building, Des Moines, Iowa, such advertisement to be in the form customarily employed for that purpose.

Section 3. That the Secretary of this Board be and he is authorized to prepare and distribute such further statements as appear desirable in order to give wide publicity to such sale.

Section 4. That all resolutions or parts of resolutions in conflict herewith be and the same are hereby repealed to the extent of such conflict.

Passed and approved January 13, 1967.

Stanley J. Beecher
President, State Board of Regents

Attest:

David A. Hansen
Secretary, State Board of Regents

Recorded January 13, 1967.

David A. Hansen
Secretary, State Board of Regents

STATE OF IOWA }
 } SS
COUNTY OF POLK }

I, the undersigned, Secretary of the State Board of Regents of the State of Iowa, do hereby certify that the "Des Moines Register", a legal newspaper printed and published in Des Moines, Iowa, is a legal newspaper published in Polk County, Iowa, and having a general circulation throughout the State of Iowa, and that the "Waterloo Daily Courier", is a legal newspaper published in Waterloo, Iowa, and having a general circulation in Black Hawk County, Iowa.

WITNESS my official signature hereto affixed at Des Moines, Iowa, this 16 day of January, 1967.


Secretary, State Board of Regents

(Attach here publisher's affidavits of publication of the notice of sale of bonds.)

NOTICE OF SALE

\$6,200,000

STATE OF IOWA

STATE BOARD OF REGENTS

DORMITORY REVENUE BONDS, SERIES 1967-C

(STATE COLLEGE OF IOWA)

Sealed bids will be received until 11:00 o'clock A.M., Central Standard Time, on the 9th day of February, 1967, at the Office of the Secretary of the State Board of Regents of the State of Iowa, Room 526, State Office Building, Des Moines, Iowa, for the purchase of \$6,200,000 Dormitory Revenue Bonds, Series 1967-C, of said Board, at which time such bids will be referred to the State Board of Regents at its meeting to be then held in said Office. Open bidding will be concluded as soon as possible but in any event not later than 12:00 o'clock Noon and after the best open bid has been determined, the sealed bids will be publicly opened and the bonds will be sold to the highest bidder for cash. Sealed bids will be fully protected. Principal and interest will be payable at the Central National Bank and Trust Company, in the City of Des Moines, Iowa, or at the option of the holder at a bank or trust company in the City of New York, New York, and at a bank or trust company in the City of Chicago, Illinois, having a combined capital and surplus of not less than \$10,000,000, which are mutually agreeable to the purchaser and the State Board of Regents.

Said bonds will be dated January 1, 1967, bear interest payable July 1, 1967, and semiannually thereafter on the first days of January and July in each year, and will mature serially on July 1 of each of the respective years as follows:

<u>Year</u>	<u>Amount</u>	<u>Year</u>	<u>Amount</u>
1968	\$ 50,000	1987	\$125,000
1969	50,000	1988	125,000
1970	50,000	1989	125,000
1971	50,000	1990	140,000
1972	75,000	1991	150,000
1973	75,000	1992	150,000
1974	75,000	1993	150,000
1975	75,000	1994	150,000
1976	75,000	1995	160,000
1977	100,000	1996	175,000
1978	100,000	1997	190,000
1979	100,000	1998	200,000
1980	100,000	1999	350,000
1981	100,000	2000	350,000
1982	100,000	2001	360,000
1983	125,000	2002	375,000
1984	125,000	2003	400,000
1985	125,000	2004	400,000
1986	125,000	2005	450,000

but the right is reserved to the Board to call and redeem the bonds maturing on and after July 1, 1978, prior to maturity from revenues of the system on any interest payment date on or after July 1, 1977, in whole or from time to time in part in inverse order of maturity and within a maturity by lot upon terms of par and accrued interest, plus a premium of three per cent (3%) of the principal amount of any of such bonds called for redemption on July 1, 1977, and if called for redemption thereafter, the amount of such premium to be reduced at the rate of one-quarter of one per cent of the principal amount for each full year that the redemption date is subsequent to July 1, 1977, and the right is also reserved to the Board to call and redeem the bonds maturing on and after July 1, 1983, prior to maturity from any funds regardless of source on any date on or after July 1, 1982, in whole upon terms of par and accrued interest plus a premium of four per cent (4%) of the principal amount of any of such bonds if called for redemption prior to July 1, 1986; three per cent (3%) of the principal amount thereof if called for redemption thereafter and prior to July 1, 1990; two per cent (2%) of the principal amount thereof if called for redemption thereafter and prior to July 1, 1994; one per cent (1%) of the principal amount thereof if called

for redemption thereafter and prior to July 1, 1998; and upon terms of par and accrued interest without premium if called for redemption thereafter and prior to maturity.

These bonds are not general obligations of nor a charge against the State of Iowa nor payable in any manner by taxation, but these bonds, together with presently outstanding Dormitory Revenue Bonds, Series 1964, of said Board, dated May 1, 1964, and presently outstanding Dormitory Revenue Bonds, Series 1965-C, of said Board, dated January 1, 1966, and any additional bonds as may be hereafter issued and outstanding from time to time under reasonable conditions and restrictions ranking on a parity therewith, will be payable solely and only from the net rents, profits and income to be derived from the operation of the system of student residence halls and dormitories, including dining and other incidental facilities, at the State College of Iowa, at the City of Cedar Falls, Iowa.

Each bid must be submitted on the official bid form for all of said bonds upon terms of not less than par and accrued interest and shall specify the interest rate or rates in a multiple of one-quarter or one-tenth of one per cent, provided that only one rate shall be specified for a single maturity, not more than five rates may be named for the issue, and no rate shall be more than twice the lowest rate. Repeating a previously mentioned interest rate will not constitute an additional interest rate. Each installment of interest will be represented by a single coupon on each bond. No coupon rate shall exceed Five per cent (5%) per annum. The bonds will be awarded to the best bidder, determined upon the basis of the lowest total interest cost at the rate or rates designated in his bid, from January 1, 1967, to the respective final maturity dates, after deducting any premium.

Said bonds will be delivered within sixty (60) days after the sale against full payment in immediately available cash or Federal Funds at any mutually agreeable bank or trust company in Des Moines, Iowa, Chicago, Illinois, or New York, New York, without expense to the purchaser. The State Board of Regents will furnish the printed bonds in the denomination of \$5000 each, and the approving opinion of Messrs. Chapman and Cutler, Attorneys, Chicago, Illinois, which will be printed on each bond, and all bids may be so conditioned. Said opinion will recite that, based on current rulings and official interpretations, the interest on the bonds is exempt from present federal income taxes. The Attorney General of the State of Iowa has issued an opinion to the effect that neither the principal of nor interest on bonds of the State Board of Regents is subject to taxation by the State of Iowa. Each bidder must furnish a certified or cashier's check, drawn on a solvent bank or trust company, for \$124,000 payable to the order of the Treasurer of the State College of Iowa, as guarantee of good faith, which sum shall be agreed liquidated damages to be forfeited to the State Board of Regents by the successful bidder should he fail to take up and pay for the bonds when ready. Separate checks will be required with oral and sealed bids. Checks of unsuccessful bidders will be returned promptly upon award. The check of the successful bidder will be held uncashed pending delivery and, unless forfeited, will be returned at the time of the delivery of the bonds.

The State Board of Regents reserves the right to waive informalities in any bid, to reject any or all bids and to determine in its sole discretion the best bid.

By order of the State Board of Regents of the State of Iowa, this 13th day of January, 1967.

/s/ DAVID A. DANCER,
Secretary, State Board of
Regents of the State of Iowa.

N. B. The Board has authorized an Official Statement containing pertinent information relative to the Board, the State College of Iowa, and the system of student residence halls and dormitories at said State College of Iowa, its finances and projections and a resume of the Bond Resolution. For additional information any prospective purchaser is referred to the Bond Resolution and that Official Statement. Copies of the Statement, Bond Resolution and Official Notice of Sale may be obtained from David A. Dancer, Secretary, the State Board of Regents Offices, State Office Building, Des Moines, Iowa, or Paul D. Speer & Associates, Inc., 20 North Wacker Drive, Chicago, Illinois 60606. Telephone: Financial 6-0858.

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RESOLUTION DIRECTING THE ADVERTISEMENT AND SALE OF \$6,200,000 DORMITORY REVENUE BONDS, SERIES 1967-C. The Board took up for consideration the matter of providing for the advertisement and sale of \$6,200,000 Dormitory Revenue Bonds, Series 1967-C. Whereupon, Member Wolf introduced and caused to be read a resolution entitled "Resolution directing the advertisement and sale of \$6,200,000 Dormitory Revenue Bonds, Series 1967-C", and moved that said resolution be adopted. Member Molison seconded the motion, and after due consideration, the President put the question on the motion and, the roll being called, the following voted:

Aye: Loss, Louden, Molison, Perrin, Richards, Rosenfield, Quarton, Wolf and Redeker.

Nay: None.

Whereupon, the President declared the motion duly carried and said resolution adopted.

The resolution, designated Exhibit B, is inserted in the official copy of these minutes following Exhibit A and is made a part of these minutes.

REGISTER OF CAPITAL IMPROVEMENT BUSINESS TRANSACTIONS. Executive Secretary Dancer reported that the register of capital improvement business transactions, State College of Iowa, for the month of December, 1966, had been filed with him and that it seemed to be in order.

President Redeker stated that if there were no objections the actions reported in the register of capital improvement business transactions, State College of Iowa, for the month of December, 1966, would be approved and ratified. There were no objections.

TELEPHONE SERVICE. Business Manager Jennings recommended that the State College of Iowa request the Telephone Company to install Centrex service,

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including individual room telephones in residence halls, anticipating temporary adjustments to improve the present system during a 24-month waiting period before Centrex service could be provided; and he stated that room rates would have to be increased by \$22 to \$25 a year.

Mr. Wolf moved that the recommendation be approved. The motion was seconded by Mr. Loss and passed, with Mr. Perrin, Mr. Richards and Mrs. Rosenfield voting "no".

MUNICIPAL UTILITIES, CEDAR FALLS, IOWA. Business Manager Jennings recommended that the following rate schedule for supplemental power to be furnished by the Municipal Utilities, Cedar Falls, Iowa, be approved, with the understanding that a formal interchange agreement will be drawn up between the State College of Iowa and the Municipal Utilities of Cedar Falls; the agreement to be similar to the existing interchange agreement between the Cedar Falls Utilities and the Iowa Public Service Company:

All excess of short duration to be billed at 1.25¢ per KWH plus 20 per cent

All excess which in the opinion of the Utility is not due to an emergency to be billed at the regular firm power rate.

Rate:

Capacity charge - \$1.50 per month per KW of billing demand
Energy charge - \$0.007 per KWH

Business Manager Jennings stated that this would be an increase of about 10% over present rates.

Mr. Richards moved that a new interchange agreement be approved which would incorporate the new rate schedule. The motion was seconded by Mr. Loudon and passed.

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PURCHASE OF PROPERTY - ROBERT L. CHRISTENSEN AND EDNA CHRISTENSEN -
AMENDMENT TO CONTRACT. The following proposed amendment to real estate
contract dated March 9, 1966, with Robert L. Christensen and Edna
Christensen was submitted: (See page 400, Board minutes of March 10-11,
1966.)

WHEREAS on or about the 9th day of March, 1966, Robert L. Christensen
and Edna Christensen, his wife, as Seller, and State Board of Regents of the
State of Iowa, as Buyer, entered into a certain real estate contract for
the purchase of the North Twenty-five acres of the Southwest Quarter of
Section Twenty-four, Township Eighty-nine North, Range Fourteen West of
the Fifth Principal Meridian, lying West of the Westerly line of the
Chicago, Great Western Railroad Right of Way, and which said contract
provided for payments on an installment basis without interest and with
the intent and purpose that not more than thirty per cent of the total
purchase price would be paid in any one year, and

WHEREAS the Seller discovered that a mathematical error had been made
in computing the amount of the installment payment for the year 1966, and

WHEREAS said Seller during the year 1966 has refunded to the State of
Iowa through State College of Iowa the sum of One Thousand Five Hundred
and no/100 Dollars (\$1,500.00) as a deduction from said original install-
ment payment of \$14,500.00 and with said \$1,500.00 to thereafter be added
to the installment payment of \$12,500.00 on January 2, 1967.

NOW THEREFORE, for good and valuable considerations, it is agreed as
follows:

That said real estate contract be amended by providing for a payment
of Thirteen Thousand and no/100 Dollars (\$13,000.00) in the year 1966 in
place of the Fourteen Thousand Five Hundred and no/100 Dollars (\$14,500.00)
payment originally provided and with Fourteen Thousand and no/100 Dollars
(\$14,000.00) to be paid on January 2, 1967 rather than the Twelve Thousand
Five Hundred and no/100 Dollars (\$12,500.00) payment originally provided.

In all other respects, said real estate contract is ratified and con-
firmed, as of December 31, 1966.

Mr. Wolf moved that the amendment dated December 31, 1966, to the
real estate contract dated March 9, 1966, with Robert L. Christensen and
Edna Christensen be approved, subject to approval by the Executive Council
of Iowa. The motion was seconded by Mr. Loss and, on roll call, the vote
was as follows:

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Aye: Mr. Loss, Mr. Molison, Mr. Perrin, Mr. Quarton,
Mr. Wolf and Mr. Redeker.

Nay: Mr. Louden and Mr. Richards.

Pass: Mrs. Rosenfield.

President Redeker declared the motion passed.

STUDENT UNION. On motion by Mrs. Rosenfield, seconded by Mr. Louden and passed, February 28, 1967, was set as the date for holding a public hearing in regard to the plans and specifications and cost estimates for the Student Union and for receiving and opening bids.

MARRIED STUDENT HOUSING - 50 MOBILE HOMES. On motion by Mrs. Rosenfield, seconded by Mr. Louden and passed, January 25, 1967, was set as the date for holding a public hearing in regard to the plans and specifications and cost estimates for 50 Mobile Homes, Married Student Housing and for receiving and opening bids.

EDUCATION BUILDING, UNIT I, WITHOUT EQUIPMENT, 62ND G.A. Business Manager Jennings submitted a proposal from Shaver & Company, Architects, Michigan City, Indiana, for an educational specification for the proposed Education Building, Unit I, without Equipment, 62nd G.A., including the preparation of typical room drawings, at a cost of not to exceed \$4,400 to be paid from grant funds.

President Redeker stated that if there were no objections the proposal of Shaver & Company, Architects, would be accepted. There were no objections.

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IOWA STATE UNIVERSITY

The following business relating to the Iowa State University was transacted on January 12, 1967:

REGISTER OF PERSONNEL CHANGES. The actions reported in the register of personnel changes at the Iowa State University for the month of December, 1966, were approved and ratified.

RESIGNATION. Upon the recommendation of President Parks the resignation of L. Evans Roth, assistant dean of the Graduate College and professor in the Department of Biochemistry and Biophysics, effective June 15, 1967, was accepted. He has accepted a position as head of the Division of Biology at Kansas State University.

CHANGES IN APPOINTMENT. Upon the recommendation of President Parks the following changes in appointment were made:

Ervin L. Denisen, from professor in the Department of Horticulture, College of Agriculture, at a salary of \$15,000, twelve months' basis, plus annuity, to professor and chairman of the Department of Horticulture, College of Agriculture, effective February 1, 1967, at a salary of \$16,000, twelve months' basis, plus annuity. Dr. Denison will serve as chairman until June 30, 1970.

George W. Thomson, from professor in the Department of Forestry, College of Agriculture, at a salary of \$16,800, twelve months' basis, plus annuity, to professor and acting head, Department of Forestry, College of Agriculture, effective January 16, 1967, at a salary of \$17,300, twelve months' basis, plus annuity. Dr. Thomson will serve as acting head until June 30, 1967.

Gordon H. Chalmers, from director of Athletics, head of the Department of Physical Education for Men, and professor of Physical Education, at a salary of \$20,600, twelve months' basis, plus annuity, to chairman of the Department of Physical Education for Men and professor of Physical Education, effective July 1, 1967, at a salary of \$16,500, twelve months' basis, plus annuity; the appointment as chairman of the Department to be for a three-year period, July 1, 1967, through June 30, 1970.

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LEASE - OTTO BJORNSTAD AND HOWARD BOOTH, A PARTNERSHIP. Mrs. Rosenfield moved approval of a proposed lease by and between Otto Bjornstad and Howard Booth, a Partnership, 1823 Highway Boulevard, Spencer, Iowa, and the State Board of Regents acting as the governing body of Iowa State University and its Cooperative Extension Service in Agriculture and Home Economics, whereby the following described premises are leased to the State Board of Regents for use as an office and meeting rooms for Extension Service at a rental of \$312.56 per month for the term beginning January 1, 1967, and ending April 30, 1970: (See page 311, Board minutes of December 7-9, 1966.)

The office suite (approximately 1750 square feet including meeting room, supply and machine room and private offices) on the main floor of the building at 1823 Highway Boulevard, Spencer, Iowa.

The motion was seconded by Mr. Richards and, on roll call, the vote was as follows:

Aye: Mr. Loss, Mr. Louden, Mr. Molison, Mr. Perrin, Mr. Quarton, Mr. Richards, Mrs. Rosenfield, Mr. Wolf and Mr. Redeker.

Nay: None.

President Redeker declared the motion passed.

REMODELING OF UNIVERSITY HOSPITAL, RR&A FUNDS. Vice President Moore submitted the following revised project description and preliminary project budget for Remodeling of University Hospital, RR&A Funds: (See page 257, Board minutes of November 10-12, 1966.)

Project description. The Hospital Remodeling program was approved in November, 1966, in an amount then estimated at \$50,000 for the project.

As detailed planning got under way and a more careful analysis of the operation and function of hospital services was made, it became evident that the original scheme for the remodeling was a far from adequate

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solution to the problems. At that time it was proposed to develop emergency x-ray and laboratory facilities on the ground floor of the east wing. Reconsideration of the hospital function determined that these services could be better operated if these were on the first floor adjacent to all other student service facilities. Locating the emergency and x-ray spaces on the first floor required relocation of the kitchen and dining areas to the ground floor of the east wing.

Other modifications include the relocation of the pharmacy and alterations to the areas for the admissions and records office, rest room facilities for the waiting area, and additional alterations to obtain more treatment rooms.

As study of the program progressed, it became obvious that the original preliminary project budget was completely inadequate for the work originally contemplated. The estimated project budget based on the present plans is as follows:

<u>Source of funds</u>	
Repairs, Replacements and Alterations	\$148,000
<u>Estimated expenditures</u>	
Construction contracts	\$131,500
Miscellaneous costs	3,400
Architectural fees and supervision	<u>13,100</u>
	\$148,000

On motion by Mr. Perrin, seconded by Mr. Loss and passed, the revised project description and the revised preliminary project budget for Remodeling University Hospital, RR&A Funds, were approved with Mr. Richards voting "no".

LEASE - McDONALD WOODS - PARK COMMISSION OF THE CITY OF AMES, IOWA. Vice President Moore submitted a proposed lease whereby the State Board of Regents acting for the Iowa State University would lease to the Park Commission of the City of Ames, Iowa, the following described premises situated in Story County, Iowa, known as McDonald Woods:

Lot two (2) in West one-half ($W\frac{1}{2}$) of the East one-half ($E\frac{1}{2}$) of the Southwest Quarter ($SW\frac{1}{4}$) of Section 36, Township 84 North, Range 24 West of the 5th P.M. That portion of the forty (40) acres owned by the grantor, described as the Southwest quarter ($SW\frac{1}{4}$) of the Southwest quarter ($SW\frac{1}{4}$) of Section 36, Township 84 North, Range 24 West of the 5th P.M. lying north and east of the Skunk River to a point where the said river makes a sharp turn to the west, and at which point a draw from the northeast enters said river. The said land conveyed consists of the wooded bluffs overlooking said river,

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and is bounded on the east by the Brown acreage on the south and west by the Skunk River and on the north by said draw, containing approximately three acres.

for the period March 1, 1967, to the first day of March, 1987, at a rental of \$1.00 a year to be paid on March 1, 1967, and on March 1 of each year thereafter to and including March 1, 1986; said premises to be used as a public park and playground for the benefit of residents of Ames and the students, faculty and guests of Iowa State University with the understanding that, among other considerations, the Commission shall maintain the dedication plaque to Professor G. B. McDonald and the area shall be further identified as McDonald Woods and maintained as a naturalized area and a suitable memorial to him as a forester, conservationist, community leader and Boy Scout executive.

Mr. Loss moved that the proposed lease be approved, subject to approval by the Executive Council of Iowa. The motion was seconded by Mr. Molison and, on roll call, the vote was as follows:

Aye: Mr. Loss, Mr. Loudon, Mr. Molison, Mr. Perrin, Mr. Quarton, Mr. Richards, Mrs. Rosenfield, Mr. Wolf and Mr. Redeker.

Nay: None.

President Redeker declared the motion passed.

INSECTARY (ENTOMOLOGY) BUILDING ADDITION. Vice President Moore recommended that a project for an Insectary (Entomology) Building Addition, the following project description, and a contract with Louis C. Kingscott and Associates, Davenport, Iowa, for architectural services for the project on a fee basis of 5% of the cost of construction be approved:

Project description. A recent survey by the American Council on Education rated the Department of Entomology at Iowa State University ninth in its field. It is believed that this department must continue to be a leader

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in research and graduate training. It would be unwise if a leading agricultural state like Iowa failed to remain strong in this area, a discipline long identified with great agricultural institutions.

Present facilities are inadequate for the number of staff members, attendant graduate students and research laboratories. The construction of an addition to the present Insectary Building would provide greatly needed space for Iowa State's research program in Pesticides. Under Public Law 88-74, administered by the U.S. Department of Agriculture, matching funds are available for the construction of facilities needed for pesticide research.

The proposed addition would be a two-story structure extending to the east of the existing building. The dimensions of the addition would be approximately 40' x 48 3/4', with the long axis north and south. The ground floor would provide two, 20' x 20' offices and conference rooms to house the research and development supporting staff in Economic Entomology. Adjacent to these rooms would be a 40' x 25 3/4' research laboratory for chemical-biocontrol integration of field crop insects. Included in this laboratory would be a cold room (4-6°C), a chemicals store room and a service dumb waiter.

The second floor would be divided into two basic research laboratories: a 40' x 15' fundamental insect ecology and population dynamics laboratory, and a 40' x 25 3/4' insecticide safety and toxicological laboratory. A solvent store room, a cold room (-10°C), and service dumb waiter would be built-in as a portion of this latter laboratory room. In accordance with the Fire Safety Code of Iowa, an exit would be provided at the east end of the building.

Included in this project are the usual built-in laboratory fixtures normally provided for research in biochemistry and chemistry as related to entomological research.

On motion by Mr. Quarton, seconded by Mr. Wolf and passed, the project for an Insectary (Entomology) Building Addition, the project description, and the proposed contract with Louis C. Kingscott and Associates for architectural services for the project were approved, subject to the availability of non-state funds, with Mr. Richards voting "no".

GENERAL UNIVERSITY FUND - 1966-1967 BUDGET INCREASE - BIENNIAL CEILING INCREASE. Mr. Perrin moved that the 1966-1967 budget, General University Fund, be increased from \$24,796,547.83 to \$25,972,248.17, and that the biennial ceiling be increased from \$46,204,925.65 to \$47,380,625.99 to

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provide for additional needs for salaries, general expense, equipment, matching funds and repairs, replacements and alterations; the funds for the increase being available from additional estimated income: federal funds, student fees, sales and miscellaneous, and reimbursed overhead.

The motion was seconded by Mr. Molison and passed.

AGRICULTURE AND HOME ECONOMICS EXPERIMENT STATION - 1966-1967 BUDGET

INCREASE - BIENNIAL CEILING INCREASE. Mr. Perrin moved that the 1966-1967 budget for the Agriculture and Home Economics Experiment Station be increased from \$4,045,956.00 to \$4,194,235.85, and that the biennial ceiling be increased from \$7,561,624.00 to \$8,074,488.27 to provide for additional needs for salaries, general expense and equipment; the funds for the increase being available from additional estimated income: federal funds, sales, and balances from 1965-1966.

The motion was seconded by Mr. Molison and passed.

COOPERATIVE EXTENSION IN AGRICULTURE AND HOME ECONOMICS - 1966-1967 BUDGET

INCREASE - BIENNIAL CEILING INCREASE. Mr. Perrin moved that the 1966-1967 budget for Cooperative Extension in Agriculture and Home Economics be increased from \$4,238,623.00 to \$4,521,575.30, and that the biennial ceiling be increased from \$7,800,146.00 to \$8,583,490.15 to provide for additional needs for salaries, general expense, and equipment; the funds for the increase being available from additional estimated income; federal funds, sales, and balances from 1965-1966.

The motion was seconded by Mr. Molison and passed.

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REGISTER OF CAPITAL IMPROVEMENT BUSINESS TRANSACTIONS. Executive Secretary Dancer reported that the register of capital improvement business transactions, Iowa State University, for the period December 7, 1966, through January 10, 1967, had been filed with him and that it appeared to be in order.

President Redeker stated that if there were no objections the actions reported in the register of capital improvement business transactions for the period December 7, 1966, through January 10, 1967, would be approved and ratified. There were no objections.

January 13, 1967

The following business relating to the Iowa State University was transacted on January 13, 1967:

WOMEN'S DORMITORY, UNIT NO. 2 AND FOOD SERVICES (COMMONS) - PILING. Vice President Moore reported that at 1:30 p.m., December 20, 1966, a public hearing in regard to the plans and specifications and cost estimates for Piling for Women's Dormitory, Unit No. 2 and Food Services (Commons), was held in Room 125, Beardshear Hall, Iowa State University, Ames, Iowa; that present were Vice President Moore, Planning Coordinator Platt, Physical Plant Superintendent Schaefer, of the Iowa State University, and John Locke, of Charles Herbert and Associates, Architects; that no objectors appeared and no objections were filed; and that at 2 p.m., December 20, 1966, bids for the project were received and opened in Room 210 of Beardshear Hall, Iowa State University, Ames, Iowa, in the presence of Vice President Moore, Planning Coordinator Platt, Physical Plant Superintendent Schaefer, of the Iowa State University; John Locke, of Charles Herbert and Associates, Architect; and Charles W. VanderLinden, Structural Engineer.

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Copies of the tabulation of the bids received were distributed to Board members.

Mr. Louden moved that the contract for Piling for Women's Dormitory, Unit No. 2 and Food Services (Commons), be awarded to the low bidder, Lee Turzillo Contracting Company, Cleveland, Ohio, on the basis of that firm's low bid of \$67,500, and that the following revised preliminary budget be approved:

<u>Source of funds</u>	
Dormitory Improvement Funds	\$74,500
<u>Estimated expenditures</u>	
Construction contract	\$67,500
Engineering and supervision	4,500
Contingencies and miscellaneous	3,000
	<u>\$75,000</u>
Less estimated tax refunds	<u>500</u> \$74,500

The motion was seconded by Mrs. Rosenfield and passed.

FRILEY-HUGHES HALL RENOVATION (HUGHES PORTION) - REVISED PRELIMINARY PROJECT BUDGET. Vice President Moore submitted the following revised preliminary project budget for Friley-Hughes Hall Renovation (Hughes Portion), and stated that the revised estimate of cost was based upon work sheets submitted by the architects, Brooks-Borg and Skiles: (See page 114, Board minutes of August 11-12, 1966 - estimated cost \$120,000.)

<u>Source of funds</u>	
Dormitory Improvement Fund	\$200,000
<u>Estimated expenditures</u>	
Construction and remodeling contracts	\$110,000
Furnishings and equipment	58,000
Architects and supervision	16,000
Contingencies and miscellaneous	<u>16,000</u> \$200,000

On motion by Mr. Louden, seconded by Mr. Molison and passed, the revised preliminary budget was approved.

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MARRIED STUDENT HOUSING - 200 UNITS. Vice President Moore submitted a proposed Supplement No. 1 to a contract dated April 12, 1963, with Savage and Ver Ploeg, West Des Moines, Iowa, for additional architectural services for the second phase of a Married Students Housing project consisting of 200 units, on a fee basis, in addition to that set out in the original contract, as follows:

For complete architectural and engineering services on the administration-shop building, a fee of 6% of the cost of the work applicable to said administration-shop building.

For modifications in plans and complete architectural and engineering services during construction on the laundry building, a fee of 2% of the cost of the work applicable to said laundry building.

Total of the funds available for the project is \$3,050,000, and it is mutually agreed that the sum of \$2,725,000 is allocated to the "cost of the work".

President Redeker stated that if there were no objections Supplement No. 1 to a contract with Savage and Ver Ploeg dated April 12, 1963, would be approved. There were no objections.

HIGHER EDUCATION FACILITIES ACT OF 1963 - APPLICATIONS. On motion by Mrs. Rosenfield, seconded by Mr. Perrin and passed, the Vice President for Business and Finance of the Iowa State University of Science and Technology was authorized to sign applications for funds under Title I of the Higher Education Facilities Act of 1963, with the understanding that reports will be made to the Board.

DAIRY AND FOOD INDUSTRY BUILDING REMODELING - CONTRACT - REVISED PROJECT BUDGET. Copies of the tabulation of bids received on January 10, 1967, for the Dairy and Food Industry Building Remodeling were distributed to Board members.

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Upon the recommendation of Executive Secretary Dancer, the contract for the Dairy and Food Industry Building Remodeling was awarded to the low bidder, King-Bole, Inc., Des Moines, Iowa, on the basis of that firm's low bid, as follows: (Register of capital improvement business transactions.)

Base bid	\$75,444	
Deduct Alternate #2 (desks)	-1,445	
Add Alternate #4 (ceiling)	<u>+1,260</u>	
Contract price		\$75,259

and the following revised project budget was adopted: (Original preliminary budget \$55,500. See page 623, Board minutes of June 16-17, 1966.)

Source of funds

Department of Health, Education and Welfare grant	\$35,500	
Repairs, Replacements and Alterations Fund	14,000	
Dairy Creamery account	5,000	
Trust Funds, Agriculture Experiment Station	9,000	
USDA Research Facilities grant	<u>20,000</u>	\$83,500

Estimated expenditures

Construction contract	\$75,259	
Architects, engineers and supervision	6,000	
Physical Plant Department expense	741	
Contingencies and miscellaneous	<u>2,000</u>	
	84,000	
Less estimated sales tax refunds	<u>500</u>	\$83,500

FIRE PROTECTION IMPROVEMENTS (SPECIAL RR&A), 61ST G.A. - CONTRACT. Copies of the tabulation of the bids received on January 10, 1967, for Fire Protection Improvements (Special RR&A), 61st G.A., Remodeling in Chemistry Building for Fire Safety, were distributed to Board members.

Upon the recommendation of Executive Secretary Dancer the contract for Fire Protection Improvements (Special RR&A), 61st G.A., Remodeling in Chemistry Building for Fire Safety, was awarded to the low bidder, Garmer Construction Company, Des Moines, Iowa, on the basis of that firm's low base bid of \$43,870. (Register of capital improvement business transactions. No change in total of project budget approved November 11-12, 1965. Page 195, those minutes.)

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BARTON HALL RENOVATION - FREEMAN HALL RENOVATION - CONTRACT. Copies of the tabulation of the bids received on January 10, 1967, for Barton Hall Renovation and Freeman Hall Renovation were distributed to Board members.

Upon the recommendation of Executive Secretary Dancer the contract for Barton Hall Renovation and Freeman Hall Renovation was awarded to the low bidder, James Thompson and Sons, Ames, Iowa, on the basis of that firm's low bid, as follows:

Base bid	\$413,570
Less Alternate #2 (exterior painting)	<u>- 4,000</u>
Contract price	\$409,570

(Register of capital improvement business transactions. No change in total of project budgets approved December 7-9, 1966. Page 308, those minutes.)

EXECUTIVE SESSION. Mrs. Rosenfield asked that the Board go into executive session. President Redeker asked if there were any objections. There were none, and the Board resolved itself into executive session at 3:45 p.m. The Board rose from executive session at 5:45 p.m.

ADJOURNMENT. President Redeker adjourned the meeting at 5:45 p.m., January 13, 1967.


David A. Dancer, Executive Secretary