

February 8, 1988

MINUTES OF THE BOARD OF REGENTS
OF HIGHER EDUCATION
MONTANA UNIVERSITY SYSTEM

Conference Call Meeting

DATE: February 8, 1988

TIME: 8:00 a.m.

LOCATION: Office of Commissioner of
Higher Education
33 South Last Chance Gulch
Helena, Montana

REGENTS PARTICIPATING BY TELEPHONE
CONFERENCE CALL: Regents Hurwitz, Redlin, Kehoe
McCarthy, Kaze

PRESENT IN COMMISSIONER'S OFFICE: Deputy Commissioner for
Management and Fiscal
Affairs Jack Noble

REGENTS EXCUSED: Lind, Mathers
Commissioner Krause

Vice-Chairman Hurwitz called the meeting to order at 8:00 a.m. Roll call was taken and it was determined a quorum was present.

Deputy Commissioner Noble explained the purpose of the conference call meeting was to seek approval of Item 58-702-R0288, Final Bond Resolution for \$7,615,000 State of Montana, Board of Regents of Higher Education, Eastern Montana College Facilities Refunding Revenue Bonds, Series A, 1988. Mr. Noble reviewed Regents' discussion and preliminary approval of the bond sale at the January 1988 meeting. Following that approval, Eastern Montana College sold its bonds on January 28, 1988. The demand for the bonds was exceptional which

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resulted in the interest rate being even more favorable than was anticipated.

Mr. Noble reviewed the memorandum dated February 4, 1988, and the Bond Purchase Agreement and Final Bond Resolution sent to the Regents prior to the conference call meeting (on file). Details of the bond sale are as follows:

| | |
|--|----------------|
| Total Bonds Issued | \$7,615,000.00 |
| Net Interest Rate | 7.147366% |
| Net Savings | \$ 759,570.77 |
| Net Present Value Savings | \$ 225,980.27 |
| Average Annual Debt Savings (1st 5 years) | \$ 298,120.00 |

The bonds were marketed by Boettcher & Company and D. A. Davidon. Approximately \$2,875,000 of the bonds were marketed in Montana.

Mr. Noble explained because the sale is anticipated to be closed on February 23, 1988, Regent approval is needed today on the Final Bond Resolution.

Mr. Noble responded to Regents' questions on the previous issue being defeased and Eastern's anticipated use of the monies realized through this issue.

On motion of Regent Hurwitz, Item 58-702-R0288 was approved.

The conference call meeting adjourned at 8:05 a.m. The next regularly scheduled meeting of the Board of Regents will be held on March 24-25, 1988, in Butte, Montana.

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