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BOARD OF REGENTS OF THE UNIVERSITY OF OKLAHOMA
MAY 10, 1979

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MINUTES OF A REGULAR MEETING
THE UNIVERSITY OF OKLAHOMA BOARD OF REGENTS
MAY 10, 1979

A regular meeting of the Board of Regents of The University of Oklahoma was held in Room 613 of The University of Oklahoma Tulsa Medical College, 2727 East 21st Street, Tulsa, Oklahoma, on Thursday, May 10, 1979 beginning at 10:35 a.m.

Notice of the time, date, and place of this meeting was submitted to the Secretary of State as required by Enrolled House Bill 1416 (1977 Oklahoma Legislature).

The following were present: Regent K. D. Bailey, President of the Board, presiding; Regents Richard A. Bell, Dee A. Replogle, Jr., Charles E. Engleman, Ronald H. White, M.D., Dan Little, and Julian J. Rothbaum.

The following also were present: Dr. William S. Banowsky, President of the University; Provosts Morris and Thurman; Vice Presidents Burr, Elbert, Stout, and White; Mr. Joseph C. Ray, Executive Assistant to the President; and Mrs. Barbara H. James, Executive Secretary of the Board of Regents.

The minutes of the regular meeting held on April 12, 1979 were approved as printed and distributed prior to the meeting on motion by Regent Engleman and with the following affirmative vote: Regents Bailey, Bell, Replogle, Engleman, White, Little, and Rothbaum. The Chair declared the motion unanimously approved.

The minutes of the special meeting held on April 25, 1979 were approved as printed and distributed prior to the meeting on motion by Regent Replogle and with the following affirmative vote: Regents Bailey, Bell, Replogle, Engleman, White, Little, and Rothbaum. The Chair declared the motion unanimously approved.

Regent White, Chair of the Academic Affairs Committee, reported the Committee met yesterday afternoon and considered a number of items, only one of which requires action of the Board at this time. He said the Academic Affairs Committee unanimously concurs with the recommendation of President Banowsky that Dr. Roger C. Good, Professor of Family Practice, Tulsa, be granted academic tenure, effective July 1, 1979. Regent White moved approval of the recommendation. The following voted yes on the motion: Regents Bailey, Bell, Replogle, Engleman, White, Little, and Rothbaum.

Regent Replogle, Chair of the Budget Committee, said the following information regarding the Freshman English Composition Program was presented to the Budget Committee at the meeting yesterday:

Assuming a 500 freshman student increase for Fall 1979, and a student-instructor ratio of 25-1, we will need 147 sections of English Composition. This presents the following staffing needs:

8 Instructors presently authorized	32 sections
34 GA's	68 sections
11 Regular faculty and other staff	11 sections
9 New instructors	<u>36 sections</u>
Total	147 sections

Additional Costs *

9 Instructors at \$10,500	\$94,500
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Source

University of Oklahoma Associates fund	\$75,000
E & G Budget	<u>19,500</u>
	\$94,500

Regent Replogle turned the discussion over to Regent Little. Regent Little said it is the unanimous recommendation of the Budget Committee that the Board make a commitment to the freshman English composition classes which are required of all students who enter the University of Oklahoma. This commitment, he said, would consist of an additional \$94,500, \$75,000 of which will come from the University of Oklahoma Associates fund. Mr. Little said this commitment will mean that a much larger percentage of the freshman composition sections will be taught by instructors rather than by graduate assistants.

In response to an action by the English Department, Regent Little said the Budget Committee recommends the Board adopt the following statement of commendation: In making this commitment to improve the quality of our Freshman English Composition Program, the Board of Regents wishes to express its appreciation to the Chair and to the Faculty of the Department of English for initiating the new policy that each regular faculty member of the Department will teach one section of freshman English composition each year. It is this kind of commitment that will help emphasize the importance of quality in the instruction of our beginning students.

Regent Little said the Budget Committee would also like it made known to the other departments with very large freshman enrollments such as Mathematics, Chemistry, History, and Political Science among others, who also have had to cope with the problems associated with very large freshman enrollments, that the Board recognizes that many of these departments are in need of increased resources. If the Board could do everything it wants "we would do so at this time. Being unable to do so, we must move a step at a time. Today represents the first step."

* The GA pool in English is \$145,520, considering a 7% increase. This will cover 34 GA's @ \$4,000, leaving \$17,520 in the department to fund presently offered courses by other graduate assistants.

Regent Little moved the Board commit the additional monies in the total amount of \$94,500, \$75,000 of which will come from University Associates monies, to the Freshman English Composition Program and endorse the commendation of the Department of English.

President Banowsky added his enthusiasm to this proposed action by the Board. He pointed out that one of the major things accomplished by this step will be the reduction of the student-faculty ratio in the freshman English classes from approximately 29 to 1, to 25 to 1 this fall. President Banowsky hopes we can take a second step next year to further lower the student-faculty ratio in those courses to 19 to 1. President Banowsky said as Regent Little has pointed out this means a much greater percentage of the course load will be carried by instructors rather than by graduate assistants. Specifically, we will be adding nine new full-time instructors. President Banowsky called attention to the fact that this step is only made possible this year on this short notice because of the flexibility provided with the funds made possible by the University of Oklahoma Associates. He said this is a perfect example of the kind of energy and quality momentum which is provided by the unrestricted contributions of these men and women across the state who are making possible the Associates money.

The following voted yes on Regent Little's motion: Regents Bailey, Bell, Replogle, Engleman, White, Little, and Rothbaum. The Chair declared the motion unanimously approved.

Regent Replogle said the following policy regarding the use of funds of the University of Oklahoma Associates was presented to the Budget Committee yesterday:

All funds contributed by The University of Oklahoma Associates are to be used for the benefit of academic programs at the University. In fulfillment of this objective, the Board of Regents of The University of Oklahoma hereby adopts the following guidelines:

1. That the Fiscal Management Policy as revised on February 8, 1979 shall be in effect.
2. That in order for the Board of Regents to have oversight of the expenditure of these funds, all expenditures shall be reported periodically by the President of the University to the Board of Regents.
3. That an appropriate amount of funds, not to exceed five percent (5%) of the total value of the gifts received, may be expended under the office of the Vice President for University Affairs to defray routine expenses incurred in the administration of The University of Oklahoma Associates program.

May 10, 1979

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Regent Replogle said the Budget Committee unanimously concurs with this policy proposed by President Banowsky and he moved approval. The following voted yes on the motion: Regents Bailey, Bell, Replogle, Engleman, White, Little, and Rothbaum. The Chair declared the motion unanimously approved.

I. The University

A. Investments

The proceeds of the sale of Roxie Scott land in Osage County are now available for investment. J. & W. Seligman & Co., investment advisors, have proposed the following purchases:

<u>Amount</u>	<u>Security</u>	<u>New Holding</u>	<u>Market Price</u>	<u>Value</u>	<u>Est'd Income</u>
	New Cash Funds			\$87,400	
	<u>Less:</u> Funds used to balance previous program			<u>12,000</u>	
	Amount Available			<u>\$75,400</u>	

PROPOSED PURCHASES

200 Shs.	Alcan Aluminium	1,100	37	\$ 7,400	\$ 400
200 "	Gearhart-Owen	1,000	43	8,600	56
300 "	Noble Affiliates	1,400	33	9,900	48
340 "	Petrolite	800	50	17,000	367
300 "	U.S. Tobacco	1,300	32	9,600	552
800 "	Great Lakes Chemical*	800	29	<u>23,200</u>	<u>224</u>
				<u>\$75,700</u>	<u>\$1,647</u>

In accordance with Regents' policy, these transactions have been completed following the approval of the Acting Trust Officer and the President of the University.

President Banowsky recommended confirmation of these investment transactions.

Regent Replogle moved approval of the recommendation. The following voted yes on the motion: Regents Bailey, Bell, Replogle, Engleman, White, Little, and Rothbaum. The Chair declared the motion unanimously approved.

* Special Holding

II. Oklahoma City Campus (Health Sciences Center)

A. Academic

1. Faculty Personnel Actions

LEAVE OF ABSENCE:

Evelyn E. Ramming, Assistant Professor of Nursing, sabbatical leave of absence with full pay, January 1, 1980 through June 30, 1980. To refresh clinical skills and acquire further experience in primary nursing care.

APPOINTMENTS:

George Prigatano, Ph.D., reappointed Adjunct Associate Professor of Surgery, rate of \$5,000 for 12 months, .08 time, December 1, 1978 through June 30, 1979.

Michael Terry Anderson, M.D., Clinical Assistant Professor of Family Practice and Community Medicine and Dentistry, without remuneration, April 1, 1979.

Ralph Leland Buller, M.D., Clinical Assistant Professor of Family Practice and Community Medicine and Dentistry, without remuneration, April 1, 1979.

Dale Howard Peterson, M.D., Clinical Assistant Professor of Family Practice and Community Medicine and Dentistry, without remuneration, April 1, 1979.

Clinton Riley Strong, M.D., Clinical Assistant Professor of Family Practice and Community Medicine and Dentistry, without remuneration, April 1, 1979.

Robert Eugene Arthur, M.D., Clinical Instructor in Medicine, without remuneration, April 1, 1979.

Edd D. Rhoades, M.D., Clinical Instructor in Pediatrics, without remuneration, May 1, 1979.

Martha Puckett Miller, Ph.D., Clinical Instructor in Psychiatry and Behavioral Sciences, without remuneration, May 1, 1979.

William James Shaw, Psy. D., Clinical Instructor in Psychiatry and Behavioral Sciences, without remuneration, May 1, 1979.

Richard Allen Faulk, Special Instructor in Radiologic Technology, without remuneration, March 22, 1979.

NAME and TITLES	ANNUAL INCOME CEILING	ANNUAL FTE SALARY	ANNUAL GUARANTEED BASE SALARY		ANNUAL PPP EARNINGS POTENTIAL	EFFECTIVE DATE	REMARKS
			TENURED	NON-TENURED			
APPOINTMENTS:							
Yerradhoddi Surendranath Reddy, Ph.D., Associate Professor of Physiology and Biophysics	\$60,000	\$60,000		\$31,000	\$29,000	5-1-79 thru 6-30-79	
Suzanne Craven Boyd, Assistant Professor of Nursing		25,200		21,000	4,200	6-1-79 thru 6-30-80	
William Leroy Baker, M.D., Assistant Professor of Psychiatry and Behavioral Sciences	60,000	60,000		46,113	13,887	3-11-79 thru 6-30-79	
CHANGES:							
Petre Nicolae Grozea, Associate Professor of Medicine, Adjunct Associate Professor of Pathology	80,000	65,050	From: 45,789 To: 46,107		From: 19,261 To: 18,943	3-11-79	
Robert M. Melichar, Clinical Assistant Professor of Surgery, Tulsa			From: 10,000 To: WITHOUT REMUNERATION	From: 10,000	From: -0-	3-1-79	.25 time
Willard B. Moran, Jr., Clinical Professor of Pediatrics; title changed from Professor to Clinical Professor of Otorhinolaryngology			From: 80,000 To: WITHOUT REMUNERATION	From: 47,180.50	From: 32,819.50	12-31-78	
Ram S. Nanda, Professor and Chair of Orthodontics, Adjunct Professor of Anatomical Sciences, Colleges of Medicine and Dentistry			From: 60,000 To: 69,780	37,780	From: 22,220 To: 32,000	4-1-79	
John W. Phillips, Jr., Clinical Assistant Professor of Surgery, Tulsa			From: 10,000 To: WITHOUT REMUNERATION	From: 10,000	From: -0-	3-1-79	.25 time
John J. Rowsey, Clinical Associate Professor of Ophthalmology			From: 4,582.24 To: WITHOUT REMUNERATION	From: 4,582.24	From: -0-	3-25-79	.07 time
Gary L. White, Assistant Professor of Pathology, Assistant Director of Comparative Medicine; given additional title of Adjunct Assistant Professor of Allied Health Education	\$60,000	\$55,000		From: 26,752 To: 29,352	From: 33,248 To: 30,648	3-1-79 thru 6-30-79	

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CHANGES:

Florene Chancey, Associate Professor of Clinical Dietetic, Adjunct Assistant Professor of Family Practice and Community Medicine and Dentistry; title of Chair, Department of Clinical Dietetics, deleted, April 2, 1979.

Jacqueline J. Coalson, Professor of Pathology, Adjunct Professor of Dermatology. Associate Professor of Pathology; title of Interim Head, Department of Pathology, deleted, April 2, 1979.

Mark A. Everett, Professor and Head of Dermatology, Adjunct Professor Pathology, Adjunct Professor of Anatomical Sciences; given additional title of Interim Head, Department of Pathology, April 2, 1979.

Neal H. Hardin, Jr., Associate Dean, College of Health, Assistant Professor of Allied Health Education; given additional title of Acting Chairperson, Department of Clinical Dietetics, April 2, 1979.

Freda Jones, Assistant Professor of Pediatrics; given additional title of Clinical Instructor in Psychiatry and Behavioral Sciences, April 1, 1979.

David William Matteson, Instructor in Pedodontics, salary changed from \$1,719.92 to \$2,319.92 per month, .50 time, February 1, 1979 through June 30, 1979.

Bernard Rabinovitch, Professor of Biochemistry and Molecular Biology; title changed from Research Consultant to Adjunct Professor of Ophthalmology, April 1, 1979.

TERMINATIONS:

John R. Christiansen, Clinical Instructor in Medicine, July 2, 1978.

James M. Gilliam, Assistant Professor of Pathology, Adjunct Assistant Professor of Biochemistry and Molecular Biology, April 19, 1979. Accepted a position with Northeast Ohio Universities College of Medicine.

William J. Griffiths, Assistant Professor of Medicine, July 2, 1979. Moving out of state.

Blayne M. Holtzman, Assistant Professor of Radiologic Technology, May 29, 1978. Accepted position in Kansas City.

C. Dowell Patterson, Associate Professor of Medicine, July 2, 1979.

William H. Reiff, Clinical Professor of Medicine, March 28, 1979. Moved out of state.

Arnold D. Shreffler, Assistant Professor of Radiologic Technology, June 21, 1979.

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Matthew W. Thigpen, Assistant in Medicine, January 2, 1979.

Janice A. Willingham, Special Instructor in Clinical Laboratory Sciences, May 16, 1979.

RETIREMENT:

Gerhard A. Brecher, Distinguished Professor of Physiology and Biophysics and Adjunct Professor of Ophthalmology, July 1, 1979. Named Professor Emeritus of Physiology and Biophysics.

President Banowsky recommended approval of the personnel actions listed above.

Regent Replogle moved approval of the recommendation. The following voted yes on the motion: Regents Bailey, Bell, Replogle, Engleman, White, Little, and Rothbaum. The Chair declared the motion unanimously approved.

B. Finance and Management

1. Administrative and Professional Personnel Actions

CHANGE:

Garrett Frederick Miles, Associate Director, Architectural and Engineering Services, salary increased from \$22,000 to \$24,200 for 12 months, January 1, 1979.

President Banowsky recommended approval of the personnel action listed above.

Regent Replogle moved approval of the recommendation. The following voted yes on the motion: Regents Bailey, Bell, Replogle, Engleman, White, Little, and Rothbaum. The Chair declared the motion unanimously approved.

President Banowsky reported the death of B. Wayne Hogan, Director of Purchasing on the Health Sciences Center Campus, on April 3, 1979. Regent Bailey expressed the condolences of the members of the Board of Regents to the family of Mr. Hogan.

2. Proposal, Contract, and Grant Report

A summary of proposals for contracts and grants for the Oklahoma City Campus, including the Tulsa Medical College branch, for April 1979 was included in the agenda for this meeting. A list of all contracts executed during the same period of time on proposals previously reported was also included.

President Banowsky recommended that the President of the University or the President's designees be authorized to execute contracts on the pending proposals as negotiations are completed. It is understood the contract budgets may differ from the proposed amounts depending upon these negotiations.

Regent Replogle moved approval of the recommendation. The following voted yes on the motion: Regents Bailey, Bell, Replogle, Engleman, White, Little, and Rothbaum. The Chair declared the motion unanimously approved.

3. Parking Control System

On April 10 bids were received for the delivery and installation of gate controls and supplemental parking control hardware to operate the 1,100-Car Parking Structure and surrounding areas. A tabulation of the bids and a recommendation to accept the low bid proposed by Burtco, Inc. was approved at the April 12 Regents' meeting. Using unit prices that were offered as a breakdown of the low bid by Burtco, Inc., the proposal was adjusted to \$50,785.50, and the alternate prices were requested to be held for 60 days. The alternates, as part of the Burtco, Inc. proposal have now been evaluated, and the acceptance of alternate #6 for a Rusco MAC 540 On-line Computer Control Access System has been identified as the acceptable complimentary control to be used with the recently approved control gates. The cost of this alternate has been adjusted by \$2,600.00 to provide for the capability to interface this control unit to currently University owned computer hardware.

President Banowsky recommended that the Burtco, Inc. alternate #6 in the amount of \$33,832.00 for an on-line computer control system be accepted, and further that this alternate be adjusted by an additional \$2,600.00 to provide for a remote control interface. The total additional purchase will be \$36,432.00.

Regent Replogle moved approval of the recommendation. The following voted yes on the motion: Regents Bailey, Bell, Replogle, Engleman, White, Little, and Rothbaum. The Chair declared the motion unanimously approved.

C. Operations and Physical Plant

1. Report on Major Capital Improvement Projects

As shown on the following page, a report was presented to the Regents on major capital improvement projects now under construction and in various stages of planning on the Oklahoma City Campus. No action was required.

III. Norman Campus

A. Academic

1. Faculty Personnel Actions

LEAVES OF ABSENCE:

Sabbatical Leaves of Absence

Pete Kyle McCarter, Regents Professor and Professor of English, sabbatical leave of absence with full pay, September 1, 1979 through January 15, 1980. For purposes of travel and to do research in various libraries in the country.

John S. Ezell, David Ross Boyd Professor of History, sabbatical leave of absence with full pay, January 16, 1980 through June 30, 1980. For purposes of researching Preston Brooks' diaries to maybe, later edit and publish the diaries and/or write a biography of Brooks based upon them.

Irma R. Tomberlin, David Ross Boyd Professor of Library Science, sabbatical leave of absence with full pay, January 16, 1980 through May 31, 1980. For purposes of upgrading and updating knowledge in her teaching area, cataloging.

Raymond W. H. Yeh, Professor of Architecture, sabbatical leave of absence with full pay, September 1, 1979 through January 15, 1980. For purposes of completing a research project and visiting a number of schools of architecture.

Gordon Atkinson, Professor of Chemistry, sabbatical leave of absence with full pay, July 15, 1979 through January 15, 1980. For the purposes of doing research in a group dedicated to "low temperature geochemistry."

Edmund C. Nuttall, Professor of Communications, sabbatical leave of absence with full pay, September 1, 1979 through January 15, 1980. For purposes of completing a book manuscript.

Alan P. Marchand, Professor of Chemistry, sabbatical leave of absence with full pay, January 16, 1980 through May 31, 1980. For purposes of doing research in his field of study, Chemistry.

George W. Murphy, Professor of Chemistry, sabbatical leave of absence with half pay, September 1, 1979 through May 31, 1980. For purposes of doing research at the Solar Energy Research Institute.

Robert L. Curry, Professor of Education, sabbatical leave of absence with full pay, January 1, 1980 through June 30, 1980. For purposes of research, writing, and travel.

Karl H. Bergey, Jr., Professor of Aerospace, Mechanical and Nuclear Engineering, sabbatical leave of absence with half pay, September 1, 1979 through May 31, 1980. For purposes of completing two books and contributing to his continued growth as an engineering educator.

ARCHITECTURAL AND ENGINEERING SERVICES

THE UNIVERSITY OF OKLAHOMA

OKLAHOMA CITY CAMPUS

PROJECTS UNDER CONSTRUCTION

MAJOR CAPITAL IMPROVEMENTS PROGRAM

PROGRESS REPORT - APRIL 1979

Project	Engineers and Architects	Contractors	Contract Award Date	Original Adjusted Completion Date	Original Current Contract Amount	Status Percent Complete	Sources of Funds
College of Nursing Building Fixed Equipment	Murray/Jones/Murray	Oklahoma Fixture Company	05/12/77	10/12/77	\$ 67,236	99%	Bond Funds, DHEW Grant and Gifts.
Dental Clinical Sciences Building Site Development	McCune McCune & Associates	The Constructors Company, Incorporated	07/12/77	11/20/77	\$ 174,461 \$ 176,144	99%	Bond Funds, DHEW Grant and Gifts.
Steam and Chilled Water System Expansion, Part II-A, Project "K"	Frankfurt-Short-Emery-Bruza, Incorporated	Commander Construction, Incorporated	10/19/78	05/28/79	\$ 410,981	50%	Revenue Bond Funds.
Part II-B, Project "K"		Kay Engineering Company	06/14/78	05/28/79	\$ 290,500	55%	
Outdoor Recreation Courts	Architectural and Engineering Services	The Constructors Company, Incorporated	04/20/78	07/20/78	\$ 57,217	99%	Site Support.
Dental Clinical Sciences Building Landscape Plan, Phase I, Major Trees	Thomas Roberts & Associates	Doyle Willis General Landscape Contractor	05/02/78	06/30/78	\$ 32,280	88%	Bond Funds.
Phase III, Small Trees		Twam Nursery	06/15/78	10/14/78	\$ 66,179	85%	
Phase IV,		Twam Nursery			\$ 35,961		
Biomedical Sciences Area Landscape Plan, Phase I, Major Trees	Thomas Roberts & Associates	Doyle Willis General Landscape Contractor	05/02/78	06/30/78	\$ 18,584	88%	Bond Funds.
Phase III, Small Trees		Twam Nursery	06/15/78	10/14/78	\$ 13,803	80%	
College of Nursing Building, Landscape Plan, Phase I, Major Trees	Thomas Roberts & Associates	Doyle Willis General Landscape Contractor	05/02/78	06/30/78	\$ 7,970	85%	Bond Funds.
Phase III, Small Trees		Twam Nursery	06/15/78	10/14/78	\$ 32,598	88%	
OUIHC Parking System 1100-Car Parking Structure	Blevins & Spitz	Harmon Construction Company	07/26/78	09/10/79	\$4,749,000 \$4,526,499	40%	Revenue Bond Funds.

ARCHITECTURAL AND ENGINEERING SERVICES
THE UNIVERSITY OF OKLAHOMA
OKLAHOMA CITY CAMPUS

MAJOR CAPITAL IMPROVEMENTS PROGRAM

PROJECTS IN VARIOUS STAGES OF PLANNING

PROGRESS REPORT - APRIL 1979

Project	CMP Priority Number	Architect	Contract or Letter	Estimated Cost	Status
Health Sciences Library Equipment	1B	Architectural and Engineering Services	---	\$ 411,381	Plans for the final phases of movable equipment are being developed.
College of Pharmacy Building	4	Architectural and Engineering Services	---	\$4,800,000	Inactive.
OUHSC Parking System 434-Car Parking Structure	-	Rees Associates, Inc.	05/02/78	\$1,873,500	Bids were received March 29, 1979
1100-Car Parking Structure Service Facility	-	Locke-Wright-Foster	---	\$ 800,000	Preliminary studies are underway.
Biomedical Sciences Building Site Development	7	Architectural and Engineering Services	---	\$ 263,750	Inactive.
College of Health Building Auditorium Renovation	-	Locke-Wright-Foster	---	\$ 317,000	Inactive.
Dental Clinical Sciences Building Area Landscape Plan	10	Thomas Roberts & Associates	12/08/77	\$ 149,375	Plans for Phase V are being prepared.
Biomedical Sciences Building Area Landscape	7	Thomas Roberts & Associates	08/28/78	\$ 179,250	Plans for Phases IV and V are being prepared.
College of Nursing Building Area Landscape Plan	2	Thomas Roberts & Associates	08/28/78	\$ 179,250	Plans for Phases IV and V are being prepared.
Recreation/Student Activities Building	-		---	\$2,000,000	Student Facilities Fee approved. Private fund-raising underway.
Steam and Chilled Water System Expansion, Phase V		Frankfurt-Short-Bruza		\$6,000,000	

ARCHITECTURAL ENGINEERING SERVICES

THE UNIVERSITY OF OKLAHOMA

OKLAHOMA CITY CAMPUS

PROJECTS UNDER CONSTRUCTION

MAJOR CAPITAL IMPROVEMENTS PROGRAM

PROGRESS REPORT - MAY 1979

Project	Engineers and Architects	Contractors	Contract Award Date	Original Adjusted Completion Date	Original Current Contract Amount	Status Percent Complete	Source of Funds
College of Nursing Building Fixed Equipment	Murray/Jones/Murray	Oklahoma Fixture Company	05/12/77	10/12/77	\$ 67,236	99%	Bond Funds, DHEW Grant and Gifts.
Dental Clinical Sciences Building Site Development	McCune McCune & Associates	The Constructors Company, Incorporated	07/12/77	11/20/77	\$ 174,461 \$ 176,144	99%	Bond Funds, DHEW Grant and Gifts.
Steam and Chilled Water System Expansion Part II-A, Project "K"	Frankfurt-Short-Emery-Bruza, Incorporated	Commander Construction, Incorporated	10/19/78	05/28/79	\$ 410,981	65%	Revenue Bond Funds.
Part II-B, Project "K"		Kay Engineering Company	06/14/78	05/28/79	\$ 290,500	60%	
Outdoor Recreation Courts	Architectural and Engineering Services	The Constructors Company, Incorporated	04/20/78	07/20/78	\$ 57,217	99%	Site Support.
Dental Clinical Sciences Building Landscape Plan, Phase I, Major Trees	Thomas Roberts & Associates	Doyle Willis General Landscape Contractor	05/02/78	06/30/78	\$ 32,280	88%	Bond Funds.
Phase III, Small Trees		Twam Nursery	06/15/78	10/14/78	\$ 66,179	85%	
Phase IV		Twam Nursery			\$ 35,961		
Biomedical Sciences Area Landscape Plan, Phase I, Major Trees	Thomas Roberts & Associates	Doyle Willis General Landscape Contractor	05/02/78	06/30/78	\$ 18,584	88%	Bond Funds.
Phase III, Small Trees		Twam Nursery	06/15/78	10/14/78	\$ 13,803	80%	
College of Nursing Building, Landscape Plan Phase I, Major Trees	Thomas Roberts & Associates	Doyle Willis General Landscape Contractor	05/02/78	06/30/78	\$ 7,970	85%	Bond Funds.
Phase III, Small Trees		Twam Nursery	06/15/78	10/14/78	\$ 32,598	88%	
OUHSC Parking System 1100-Car Parking Structure	Blevins & Spitz	Harmon Construction Company	07/26/78	09/10/79	\$4,749,000 \$4,526,499	50%	Revenue Bond Funds.
Coronary Care Unit		Hugh M. Williams Construction	04/12/79		\$ 226,956		
434-Car Parking Structure EMTC Hospital and Clinics	Rees Associates, Inc.	United Builders, Inc.	04/12/79		\$2,100,000 \$3,724,000		Bond Funds University Hospital and Clinic Funds
Landscape Project, Phase V	Thomas Roberts & Associates	Twam Nurseries	04/12/79		\$ 67,180		Bond Funds

ARCHITECTURAL AND ENGINEERING SERVICES

THE UNIVERSITY OF OKLAHOMA

OKLAHOMA CITY CAMPUS

MAJOR CAPITAL IMPROVEMENTS PROGRAM

PROJECTS IN VARIOUS STAGES OF PLANNING

PROGRESS REPORT - MAY 1979

Project	GMP Priority Number	Architect or Engineer	Contract or Letter	Estimated Cost	Status
Health Sciences Library Equipment	1B	Architectural and Engineering Services	---	\$ 411,381	Plans for the final phases of movable equipment are being developed.
College of Pharmacy Building	4	Architectural and Engineering Services	---	\$4,800,000	Inactive.
	-				
1,100-Car Parking Structure Service Facility	-	Locke-Wright-Foster	---	\$ 800,000	Preliminary studies are underway.
Biomedical Sciences Building Site Development	7	Architectural and Engineering Services	---	\$ 263,750	Inactive.
College of Health Building Auditorium Renovation	-	Locke-Wright-Foster	---	\$ 317,000	Inactive.
Landscape Projects	10	Thomas Roberts & Associates	12/08/77	\$ 149,375	Future phases are being prepared.
Recreation/Student Activities Building	-		---	\$2,000,000	Student Facilities fee approved. Private fund-raising underway.
Steam and Chilled Water System Expansion, Phase V		Frankfurt-Short-Bruza		\$6,000,000	

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Charles W. Harper, Jr., Professor of Geology and Geophysics, sabbatical leave of absence with full pay, September 1, 1979 through January 15, 1980. For purposes of doing research in his field of study.

Russell D. Buhite, Professor History, sabbatical leave of absence with full pay, September 1, 1979 through January 15, 1980. For purposes of continuing work on a book-length manuscript.

Thomas M. Smith, Professor of History of Science, sabbatical leave of absence with full pay, September 1, 1979 through January 15, 1980. For purposes of doing research in his field of study.

Frank Elkouri, Professor of Law, sabbatical leave of absence with full pay, January 16, 1980 through May 31, 1980. For purposes of research in preparation of a 4th edition to the How Arbitration Works.

Frederick H. Miller, Professor of Law, sabbatical leave of absence with full pay, September 1, 1979 through January 15, 1980. For purposes of completing the writing of a case book on Consumer Protection.

Burt K. Scanlan, Professor of Management, sabbatical leave of absence with full pay, January 16, 1980 through May 31, 1980. For purposes of research and continued professional growth.

B. G. Schumacher, Professor of Management, sabbatical leave of absence with half pay, September 1, 1979 through May 31, 1980. For purposes of doing research in his field.

Andy R. Magid, Professor of Mathematics, sabbatical leave of absence with half pay, September 1, 1979 through May 31, 1980. For purposes of research in his field of study.

Gene A. Braught, Professor of Music, sabbatical leave of absence with full pay, July 1, 1979 through December 31, 1979. For purposes of research and writing.

Russell Mathis, Professor of Music, sabbatical leave of absence with full pay, January 16, 1980 through May 31, 1980. For purposes of research and travel.

Kenneth R. Merrill, Professor of Philosophy, sabbatical leave of absence with full pay, September 1, 1979 through January 15, 1980. For purposes of research in his field of study.

Stephen Sloan, Professor of Political Science, sabbatical leave of absence with half pay, September 1, 1979 through May 31, 1980. For purposes of accepting a Fulbright Lectureship award in Nepal and to engage in comparative political research and travel in Africa and Asia.

Francis J. Peirce, Professor of Social Work, sabbatical leave of absence with half pay, July 1, 1979 through June 30, 1980. For purposes of engaging in a period of study to return to full-time teaching.

John S. Fletcher, Associate Professor of Botany, sabbatical leave of absence with full pay, January 16, 1980 through May 31, 1980. For purposes of doing research in his field of study.

Chipman G. Stuart, Associate Professor of Education, sabbatical leave of absence with half pay, September 1, 1979 through August 31, 1980. For purposes of doing research and consultation at various institutions.

Richard L. Nostrand, Associate Professor of Geography, sabbatical leave of absence with half pay, September 1, 1979 through May 31, 1980. For purposes of research in his field of study.

Bruce M. Govich, Associate Professor of Music, sabbatical leave of absence with full pay, September 1, 1979 through January 15, 1980. For purposes of research in his field of study and travel.

David Branch, Associate Professor of Physics and Astronomy, sabbatical leave of absence with full pay, September 1, 1979 through January 15, 1980. For purposes of doing research at the Astronomy Department of the University of Texas at Austin.

Michael Andrew Chartock, Associate Professor of Zoology, sabbatical leave of absence with half pay, September 1, 1979 through May 31, 1980. For purposes of research at Marine Biology Division Center for Energy and Environmental Research.

Dan Kiacz, Assistant Professor of Art, sabbatical leave of absence with half pay, September 1, 1979 through May 31, 1980. For purposes of doing research at the Brighton Polytechnic Institute.

Juneann W. Murphy, Assistant Professor of Botany-Microbiology, sabbatical leave of absence with full pay, September 1, 1979 through January 15, 1980. For purposes of studying in the University of Colorado's Medical School, Division of Clinical Immunology.

L. Blaine Goss, Assistant Professor of Communication, sabbatical leave of absence with full pay, January 16, 1980 through May 31, 1980. For purposes of enhancing his professional growth and development and wrapping up the final revisions of a book manuscript.

Robert Q. Hanham, Assistant Professor of Geography, sabbatical leave of absence with half pay, September 1, 1979 through May 31, 1980. For purposes of doing research in his field of study.

James L. Goldsmith, Assistant Professor of History, sabbatical leave of absence with full pay, January 16, 1980 through May 31, 1980. For purposes of doing research in order to begin writing.

Ronald K. Snell, Assistant Professor of History, sabbatical leave of absence with half pay, September 1, 1979 through January 15, 1980. For purposes of completing a book-length manuscript.

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Jerlene Hargis, Assistant Professor of Home Economics, sabbatical leave of absence with half pay, September 1, 1979 through May 31, 1980. For purposes of accepting appointment as Project Director for a major exhibit "The Designed Object" sponsored by the Oklahoma Designer Craftsmen.

L. Edward Carter, Assistant Professor of Journalism, sabbatical leave of absence with full pay, January 16, 1980 through May 31, 1980. For purposes of completing the research and writing of A History of Oklahoma Newspapers.

John McCarthy, Assistant Professor of Meteorology, sabbatical leave of absence with half pay, September 1, 1979 through May 31, 1980. For purposes of becoming a Visiting Scientist at the National Center for Atmospheric Research.

Mervin Barnes, Assistant Professor of Modern Languages and Literatures, sabbatical leave of absence with full pay, January 16, 1980 through May 31, 1980. For purposes of doing research at the University of Tubingen and the University of Marburg in his field of study.

Leave of Absence without Pay

Myron L. Kwast, Assistant Professor of Economics, extension of leave of absence without pay, September 1, 1979 through May 31, 1980. To continue work with the Federal Reserve System.

Leave of Absence with Pay

Irvin L. White, Professor of Political Science, Special Assistant to the Assistant Administrator, EPA, leave of absence pay extended, July 1, 1979 through June 30, 1980. Salary of \$33,500 for 12 months paid by Environmental Protection Agency.

APPOINTMENTS:

John Neville Farmer, Ph.D., Professor of Zoology with tenure, Director of Undergraduate Studies, Department of Zoology, \$30,000 for 9 months, September 1, 1979.

Robert Jeremiah Murphy, Ph.D., Associate Professor of Civil Engineering and Environmental Science, \$22,000 for 9 months, September 1, 1979 through May 31, 1980.

George Willis Tauxe, Ph.D., Associate Professor of Civil Engineering and Environmental Science, \$21,000 for 9 months, September 1, 1979 through May 31, 1980.

Richard Garrison File, Acting Assistant Professor of Accounting, \$22,500 for 9 months, September 1, 1979 through May 31, 1980.

John James Cowan, Ph.D., Assistant Professor of Physics and Astronomy, \$16,000 for 9 months, September 1, 1979 through May 31, 1980.

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Paul Burton Bell, Jr., Ph.D., Assistant Professor of Zoology, \$18,000 for 9 months, September 1, 1979 through May 31, 1980.

Philip George Peters, Jr., J.D., Visiting Assistant Professor of Law, \$22,000 for 9 months, September 1, 1979 through May 31, 1980.

Kerry Andrew Emanuel, Ph.D., Post-Doctoral Fellow in Meteorology, rate of \$20,133 for 12 months, April 1, 1979 through July 31, 1979.

CHANGES:

Sul Hi Lee, Professor of Bibliography; title changed from Director to Dean, University Libraries, July 1, 1979.

Donald A. Murry, Professor of Economics; title of Director, Center for Economic and Management Research, deleted, April 1, 1979.

Francis J. Peirce, Professor of Social Work; title of Director, School of Social Work, deleted, July 1, 1979.

John Ausman Harrington, Jr., title changed from Visiting Assistant Professor to Assistant Professor of Geography, salary changed from \$13,250 to \$14,200 for 9 months, September 1, 1979 through May 31, 1980. If Ph.D. not complete by September 1, 1979, appointment to be changed to Acting Assistant Professor at \$13,250.

RESIGNATIONS:

John Knecht, Assistant Professor of Art, May 31, 1979.

Jason Barry Weintraub, Assistant Professor of Music, May 31, 1979.

RETIREMENT:

Victor A. Elconin, McCasland Professor of English, May 31, 1979. Named McCasland Professor Emeritus of English.

President Banowsky recommended approval of the personnel actions listed above.

Regent Replogle moved approval of the recommendation. The following voted yes on the motion: Regents Bailey, Bell, Replogle, Engleman, White, Little, and Rothbaum. The Chair declared the motion unanimously approved.

President Banowsky reported the death of J. Rud Neilsen, George Lynn Cross Research Professor Emeritus of Physics, on April 20, 1979. Regent Bailey expressed the condolences of the members of the Board of Regents to the Neilsen family.

2. Certificate of Graduate Study

The Graduate College has proposed a Certificate of Graduate Study program. The program is designed for students who hold either the baccalaureate degree or the masters degree and who wish to pursue clearly focused programs which allow them to study recent developments in subjects related to their professions, to improve their understanding of their major areas of interest and their social and theoretical contexts, or to acquire knowledge in any new fields. Certificates differ from masters degrees, in that:

1. They may (though they need not) be focused on skills needed in the student's work.
2. They require on the average of fifteen hours of graduate level work.
3. They will ordinarily be completed in not more than three years of part-time study.

This kind of certificate program to be offered through our Graduate College will offer many possibilities and should be attractive to a market that has been, otherwise, untapped.

President Banowsky recommended approval of a Certificate of Graduate Study Program to be effective in the fall of 1979. If approved, the proposal will be submitted to the Oklahoma State Regents for Higher Education for consideration.

Regent Engleman moved approval of the recommendation. The following voted yes on the motion: Regents Bailey, Bell, Replogle, Engleman, White, Little, and Rothbaum. The Chair declared the motion unanimously approved.

Regent Replogle commented that he would like for the University to make it possible for individuals who are experienced in a particular field to receive an advanced degree from the University in return for writing an innovative and creative doctoral dissertation on that particular subject. He suggested the University move on the development of such a program.

B. Finance and Management

1. Administrative and Professional Personnel Actions

CHANGES:

Anona L. Adair, title changed from Director, Center for Student Development, to Assistant Vice Provost for Student Affairs, July 1, 1979.

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Chris L. Brown, title changed from Assistant to the Vice President for University Affairs, to Director, Public Affairs, salary increased from \$18,900 to \$21,300 for 12 months, May 1, 1979. Changed to Administrative staff.

William H. Maehl, Jr., Dean, College of Liberal Studies, and Professor of History; given additional title of Vice Provost for Continuing Education and Public Service, July 1, 1979.

Jack H. Stout, title changed from Associate Vice President for University Community and Interim Vice President for University Community to Vice Provost for Student Affairs, July 1, 1979.

Thurman J. White, titles changed from Vice President for Continuing Education and Public Service and Professor of Adult Education to Vice President Emeritus for Continuing Education and Public Service, Regents Professor of Higher Education, and University Consultant, July 1, 1979. Administrative sabbatical leave of absence with full pay, July 1, 1979 through December 31, 1979. Salary changed from \$42,500 for 12 months, full time, to \$25,000 for 12 months, .55 time, January 1, 1980 through June 30, 1982. To be paid from University Foundation.

RESIGNATION:

Mary Kay Atkins, Assistant Director for Information Systems Programs, April 21, 1979.

President Banowsky recommended approval of the personnel actions listed above.

President Banowsky called attention to the action proposed regarding Vice President Thurman White. President Banowsky said he wished to salute the tremendous service to the University rendered by Vice President White. "He has led in the establishment of the University of Oklahoma Continuing Education Center which is recognized around the world as a superior program of this kind." He said that Vice President White has been with the University since 1938 and the University has never had a greater servant nor one who has served with greater distinction. President Banowsky said he was especially pleased to recognize him and to know that we will continue to have his services. Vice President White was recognized with a round of applause.

Regent Engleman moved approval of the President's recommendation. The following voted yes on the motion: Regents Bailey, Bell, Replogle, Engleman, White, Little, and Rothbaum. The Chair declared the motion unanimously approved.

2. Auditors for 1978-79

Price Waterhouse & Co. has submitted a proposal to audit the accounts and express an opinion on the financial statements of the Norman Campus of the University for the year ended June 30, 1979.

Their letter indicates that their services will constitute an audit of the financial statements of The University of Oklahoma in accordance with generally accepted auditing standards to enable them to express an opinion on the financial statements for the year ended June 30, 1979.

During the course of their examination they will review the University's system of internal accounting controls and will submit their report thereon setting forth their recommendations for improving material and other weaknesses, if any. Their engagement will not be designed, and cannot be relied upon, to disclose fraud, defalcations, or other irregularities. However, they will inform the Board of matters that come to their attention which cause them to believe that such a condition exists.

Fees for these services are based on the fee estimate discussed in their original proposal of March 31, 1978 plus a minor effect of inflation on their billing rates. Accordingly, the fee estimate for the fiscal year ended June 30, 1979 is \$20,000 plus out-of-pocket expenses of \$700 (the fees for 1978 were \$19,000 plus expenses of \$200).

President Banowsky recommended that Price Waterhouse & Co. be employed to perform the audit for the Norman Campus of the University for the year ended June 30, 1979 in accordance with the above proposal and at the fee specified.

Regent Little moved approval of the recommendation. The following voted yes on the motion: Regents Bailey, Bell, Replogle, Engleman, White, Little, and Rothbaum. The Chair declared the motion unanimously approved.

3. Purchase of Computer Telecommunications and Terminal System

Bids were recently circulated to furnish and install a telecommunications system between the Merrick Computing Center and four main campus locations and one Health Sciences Center location. The system will consist of six local and remote Control units, 70 display and data entry terminals, and 12 printing terminals. With the exception of one control unit, 16 CRT terminals and 2 printers this equipment will replace existing units now being leased from Harris Corporation. The new equipment will support an installation in the Bursar's office. The bid was structured to provide for a down payment upon delivery of the system and three subsequent annual payments with title passing to the University after the final payment. The cost of the purchase will be charged to Computing Services account.

Bids were received as follows:

Vendor	Annual Equipment Cost	Total Equipment Cost	Monthly Maintenance	Cost Including Maintenance		
				1 Year	2 Years	3 Years
Courier	\$65,689	\$262,756	\$1,965	\$280,441	\$304,021	\$327,601
Telex	67,749	270,996	1,508	284,568	302,664	320,760

Vendor	Annual Equipment Cost	Total Equipment Cost	Monthly Maintenance	Cost Including Maintenance		
				1 Year	2 Years	3 Years
Harris	\$71,808	\$287,232	\$2,297	\$314,796	\$342,360	\$369,924
IBM	78,685	314,740	1,966	332,434	356,026	379,618
Memorex	84,574	338,296	2,322	359,194	387,058	414,922

The maintenance bids are firm for one year only, but were projected for the full three years for total cost comparative purposes.

While the Courier bid is low on a one-year basis the Telex bid is evaluated as low on a two- or three-year basis, provided the increase in their maintenance costs after the one-year period would not exceed that of Courier. Because of the closeness and crossover in the pricing, it was determined that the awards would be made on the basis of the best system performance. A survey among Courier and Telex equipment customers indicated that the Courier customers are much more satisfied than the Telex customers. The following conditions were noted in the survey with respect to Telex equipment:

1. No local customers are using the Telex TC371 controllers which were bid. All are using IBM controllers. One out-of-state customer using a Telex TC371 controller did cite some problems on printers in the system.
2. The Telex CRT screen is not as clear as other units.
3. The Telex keyboard is not as efficient:
 - a. a fast operator can over run the microprocessor and lock up the device.
 - b. system available light indicates that only hardware is available, not software.
4. Two customers indicated that they were experiencing problems with Telex maintenance service on failure conditions.
5. One customer was planning on replacing the Telex units at the expiration of the current lease.

By contrast both the equipment operation and maintenance service received favorable comments from the three Courier customers contacted.

In view of the above, the Director of Computing Services considers the ITT Courier System to be superior to the Telex System in terms of performance, ease of operation, and the quality of maintenance service.

President Banowsky recommended that the Board of Regents approve the award of a purchase order in the amount of \$280,441 to ITT Courier Terminal Systems for the lease purchase of the referenced system.

Regent Little moved approval of the recommendation. The following voted yes on the motion: Regents Bailey, Bell, Replogle, Engleman, White, Little, and Rothbaum. The Chair declared the motion unanimously approved.

4. Purchase of Fountain Soft Drink Syrups

Bids were circulated recently to secure a contract to furnish estimated quantities of fountain soft drink syrups with dispensers, CO₂ Gas, maintenance service, and repair and replacement of the dispensers for the period July 1, 1979 through June 30, 1980.

The cost of the purchase will be charged to the various food service accounts.

The following bids were received:

Coca-Cola USA Atlanta, Georgia	\$45,215.50
Seven Up, Dr. Pepper, RC Bottling Co. Oklahoma City	\$48,091.50
Pepsi Cola Bottling Company Oklahoma City	\$50,472.00

The low bid of \$45,214.50 from Coca-Cola USA is acceptable to the Food Service Director and the quality of Coca-Cola products is acceptable to the University students.

President Banowsky recommended that the Board of Regents approve the award of a purchase order in the amount of \$45,214.50 to Coca-Cola USA to furnish fountain soft drink syrups for the twelve-month period ending June 30, 1980.

Regent Engleman moved approval of the recommendation. The following voted yes on the motion: Regents Bailey, Bell, Replogle, Engleman, White, Little, and Rothbaum. The Chair declared the motion unanimously approved.

5. Purchase of Orange and Grape Juice

Bids were circulated recently to secure a contract to furnish orange juice and grape juice dispensers for the fiscal year ending June 30, 1980. Pricing was requested on a per case and a per ounce of reconstituted juice basis.

Payment will be made from Housing Accounts 172-101 and 172-111.

The only bid received was:

The Coca Cola Company Foods Division
Yukon, Oklahoma

1200 cases orange juice 6/96 oz. (per ounce reconstituted \$.0177)	\$ 48.50 /cs.	\$ 58,200.00
600 cases Grape Juice 12/32 oz. (per ounce reconstituted \$.0109)	\$ 16.75 /cs	<u>10,050.00</u>
		\$ 68,250.00

The bid of Mid Central Frozen Foods was received late and could not be considered. However, the unit costs were obtained for a comparative analysis:

Orange Juice	\$ 53.25 /cs
Grape Juice	\$ 15.75 /cs

The Coca-Cola Company has added a clause to their bid to increase the prices with 30 days' written notice due to unforeseen circumstances. The University will reserve the right to cancel any resulting contract if any such increase occurs and is not acceptable.

The bid by Coca-Cola Company in the amount of \$68,250.00 is acceptable to the Director of Food Service. It represents a 7% increase over the prices of the previous year.

President Banowsky recommended that the Board of Regents approve the award of a purchase order in the amount of \$68,250.00 to the Coca-Cola Company to furnish orange juice and grape juice for the fiscal year ending June 30, 1980.

Regent Little moved approval of the recommendation. The following voted yes on the motion: Regents Bailey, Bell, Replogle, Engleman, White, Little, and Rothbaum. The Chair declared the motion unanimously approved.

6. Purchase of Milk and Milk Products

Bids were circulated to secure a contract to furnish milk and milk products required by the Food Service Departments. The bid provided for pricing based on six months and one year.

The bid contained an escalation clause which allows the successful bidder to pass on USDA increases and/or decreases during the contract.

The cost of the purchases will be charged to the various Food Services Accounts ordering from the contract.

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The following bids were received:

<u>Company</u>	<u>6 Months</u> <u>7/1/79 - 12/30/79</u>	<u>12 Months</u> <u>7/1/79 - 6/30/80</u>
1. Gilt Edge Farms, Inc. Norman		\$178,026.84
2. Townley's Dairy Company Oklahoma City	\$89,813.84	\$179,627.68
3. Borden, Inc. Oklahoma City	\$93,549.12	
4. Beatrice Foods Company Tulsa	\$97,120.62	

The bid from Gilt Edge Farms, Inc. for one year is acceptable to the three major Food Service Directors.

President Banowsky recommended that the Board of Regents approve the award of a purchase order in the amount of \$178,026.84 to Gilt Edge Farms, Inc. for the purpose of furnishing milk and milk products for the fiscal year ending June 30, 1980.

Regent Bell moved approval of the recommendation. The following voted yes on the motion: Regents Bailey, Bell, Replogle, Engleman, White, Little, and Rothbaum. The Chair declared the motion unanimously approved.

7. Purchase of Ice Cream and Cottage Cheese

Bids were circulated to secure a contract to furnish ice cream and cottage cheese required by the Food Service Departments. The bid provided for pricing based on six months and one year.

The bid contained an escalation clause which allows the successful bidder to pass on USDA increases and/or decreases for cottage cheese only.

The cost of the purchases will be charged to the various Food Service Accounts ordering from the contract.

The following bids were received:

<u>Company</u>	<u>6 Months</u> <u>7/1/79 - 12/31/79</u>	<u>12 Months</u> <u>7/1/79 - 6/30/80</u>
1. Borden, Inc. Oklahoma City	\$39,152.60	

<u>Company</u>	<u>6 Months</u> <u>7/1/79 - 12/31/79</u>	<u>12 Months</u> <u>7/1/79 - 6/30/80</u>
2. Gilt Edge Farms, Inc. Norman	\$39,475.65	
3. Townley's Dairy Company Oklahoma City	\$40,480.45	\$80,960.90
4. Beatrice Foods Company Tulsa	\$45,602.58	

The low bid of Borden, Inc. for the six month period is acceptable to the three major Food Service Directors. The Townley bid of \$80,960.90 for 12 months was not considered because of past quality problems with their products.

President Banowsky recommended that the Board of Regents approve the award of a purchase order in the amount of \$39,152.60 to Borden, Inc. for the purpose of furnishing ice cream and cottage cheese for the six month period ending December 31, 1979.

Regent Replogle moved approval of the recommendation. The following voted yes on the motion: Regents Bailey, Bell, Replogle, Engleman, White, Little, and Rothbaum. The Chair declared the motion unanimously approved.

8. Proposal, Contract, and Grant Report

A summary of proposals for contracts and grants for the Norman Campus for April 1979 was included with the agenda for this meeting. A list of all contracts executed during this same period of time on proposals previously reported also was included in the agenda.

President Banowsky recommended that the President of the University or the President's designees be authorized to execute contracts on the pending proposals as negotiations are completed. The contract budgets may differ from the proposed amounts depending upon these negotiations.

Regent Replogle moved approval of the recommendation. The following voted yes on the motion: Regents Bailey, Bell, Replogle, Engleman, White, Little, and Rothbaum. The Chair declared the motion unanimously approved.

9. Refunding 1971 Student Facilities Bond System

In 1968 the University of Oklahoma Regents approved a student plan to finance four student facilities: student health, events, activity, and recreation centers. A Facilities Fee of \$10 per person per semester was event-

ually approved by the University and State Regents, to finance revenue bonds for Goddard Health Center and Lloyd Noble Center. Goddard Health Center and Lloyd Noble Center were constructed with the proceeds of two revenue bond issues (1971 Student Facilities System, Series A and B). The renovation of two buildings on campus removed the need for a new Student Activity Center and plans have been underway since 1974 to construct a Physical Fitness Center.

In January of 1979 the State Regents authorized an increase in the Student Facilities Fee for the Norman Campus to \$25 per student per semester. This fee will provide for the annual debt service to retire the 1971 Student Facilities System, Series A and B and will also provide for debt service on the new Physical Fitness Center. Feasibility of financing a bond issue for the recreation portion of the Huston Huffman Physical Fitness Center has been examined by the University staff and the University's financial consultants, Leo Oppenheim & Co. After extensive investigation it now appears that an advance refunding of Series A and B of the 1971 Student Facilities System in conjunction with the issuance of new revenue bonds for the construction of the Physical Fitness Center is in order. Indeed the advance refunding appears financially prudent.

The draft official statement sets forth a plan whereby the following sources of revenue could adequately finance the annual debt service requirement for the new bond issue.

Student Facilities Fee	\$ 971,934
Student Activity Fee Portion	150,000
Athletic Department Commitment	100,000
Interest Earned on Bond Fund Reserve Acct.	<u>45,000</u>
Estimated Revenue Available for Debt	
Service Beginning Spring Semester of 1982	<u>\$1,266,934</u>

A new bond issue, Student Facilities System Series 1979, could then be issued in a sufficient amount to provide funds for the construction of the Physical Fitness Center, and to provide funds for additional surface parking and other improvements at Lloyd Noble Center. The following tables identify the source of funds and use of funds:

Source of Funds

Principal amount of bonds	\$ 9,990,000
Refunded bond issue funds available	<u>1,158,082</u>
Total Source of Funds	\$11,148,082

Use of Funds

Net proceeds available for	
Physical Fitness Construction	\$3,300,000
Available for surface parking and other improvements Lloyd Noble Ctr.	1,500,000

Use of Funds (Cont.)

Deposit to refunding escrow account	4,583,900
Non-bond proceeds investment	395,507
Deposit to bond fund reserve account	762,575
Capitalized interest	402,200
Legal, financial and issuance expense (contingent)	103,850
Contingency	100,050
Total Use of Funds	<u>\$11,148,082</u>

The advance refunding will provide sufficient funds within existing revenues, for the construction of the Physical Fitness Center as well as make the necessary needed improvements to the Lloyd Noble Center.

President Banowsky recommended that the Regents approve the draft of the official statement, a copy of which is attached to these minutes as Exhibit A, and authorize the President or his designee to work with the financial consultants and bond counsel to make the necessary revisions to the draft official statement. The official statement will subsequently be presented to the Oklahoma State Regents for Higher Education to review the economic feasibility and to certify the economic feasibility to the State Attorney General.

Regent Replogle said this was reviewed in depth at the Budget Committee meeting yesterday with Mr. Rod Durrell and Mr. Robert Lewis of Leo Oppenheim & Co., bond financial consultants, and the Committee unanimously concurs with President Banowsky's recommendation. Regent Replogle moved approval. The following voted yes on the motion: Regents Bailey, Bell, Replogle, Engleman, White, Little, and Rothbaum. The Chair declared the motion unanimously approved.

C. Operations and Physical Plant

1. Huston Huffman Physical Fitness Center

The project architects and engineers, Benham Blair & Affiliates, Inc., have completed the design development phase plans for the Huston Huffman Physical Fitness Center. This project consists of two major elements which were approved by the State Regents for Higher Education at their meeting on January 22, 1979:

1. Priority Project No. 23-A, Physical Education Facility (55,000 square feet) at a cost of \$3,100,000 to be funded with state and donated funds.
2. Priority Project No. 23-B, Student Recreation Facility (50,000 square feet) at a cost of \$3,000,000 to be funded with revenue bonds and donated funds.

The Physical Education Facility element of the total project contains approximately 38,830 net square feet of assignable space that is allocated to the programs and activities of the Department of Health, Physical Education and Recreation. This part of the project includes three classrooms, teaching laboratories, faculty offices, a student reading room and a number of general academic support spaces. The Student Recreation Facility part of the project contains approximately 34,400 net square feet of assignable space that is allocated to basketball courts, a squash court, a number of handball and racketball courts, a weight room, locker rooms, showers and to spaces for body mechanics, adaptive dance, fencing, wrestling, judo, karate, and other games and sports. Part of the space in the center is designed for joint use by both the Department of Health, Physical Education and Recreation and by the Department of Intramural Sports and Recreation.

The combined net assignable area for the total project is approximately 73,000 square feet and the budget is \$6,100,000. Funding plans for the project are complete.

President Banowsky recommended approval of the design development phase plans for the Huston Huffman Physical Fitness Center Priority Project No. 23-A, Physical Education Facility and Priority Project No. 23-B, Student Recreation Facility and that the architects and engineers be authorized to proceed with the preparation of final plans including working drawings and specifications for the project.

Regent Bell, Chair of the Facilities Planning Committee, said the plans were reviewed by the Committee at the meeting yesterday and the Committee unanimously concurs with President Banowsky's recommendation. He moved approval. The following voted yes on the motion: Regents Bailey, Bell, Replogle, Engleman, White, Little, and Rothbaum. The Chair declared the motion unanimously approved.

2. Wilson Center Demolition

Five buildings of the Wilson Center Dormitories, including Boyd, Kingfisher, Irving, Sequoyah, and Worcester houses, must be demolished in preparation of the Huston Huffman Physical Fitness Center construction site. Demolition will be initiated in June 1979 and completed within 90 days.

Bids for the demolition were taken on May 8, 1979. A tabulation of all bids is as follows:

Midwest Wrecking Company	\$ 54,640.00
Tompkins & Company	97,000.00
Cherry Trucking & Wrecking	64,282.00
Wells Excavation Co.	49,797.00
Thermo-Tech Builders, Inc.	94,500.00
Quickway Excavating Co., Inc.	116,097.00
Teeks Construction Co., Inc.	59,691.00
Ray Conard Construction Co.	42,789.00

Funds for this project are available as part of the approved Huston Huffman Physical Fitness Center project budget.

President Banowsky recommended that the low bid of \$42,789.00 for the Wilson Center Demolition Project be accepted and that a contract be awarded to Ray Conard Construction Co., the low bidder.

Regent Bell said these bids were reviewed by the Facilities Planning Committee at the meeting yesterday and the Committee unanimously concurs with President Banowsky's recommendation. Regent Bell moved approval. The following voted yes on the motion: Regents Bailey, Bell, Replogle, Engleman, White, Little, and Rothbaum. The Chair declared the motion unanimously approved.

3. Wilson Center Dining Hall Renovation

Demolition of five housing units in preparation for construction of the Huston Huffman Physical Fitness Center has necessitated the relocation of the Black People's Union. Their existing facilities are located within the soon to be demolished Sequoyah House and new space must be available in August. Final plans and specifications for renovation of the Wilson Center Dining Hall for the Black People's Union use are being prepared by Architectural and Engineering Services.

The approximately 6500 square feet of renovated space within Wilson Center Dining Hall will provide twelve organization and meeting rooms, two offices, two television and recreation rooms, and four support rooms including toilets, storage and kitchen spaces.

The estimated renovation cost of \$75,000 is to be funded from University reserve accounts.

President Banowsky recommended that final plans and specifications for the Wilson Center Dining Hall Renovation be approved by the Board of Regents and that they authorize the advertisement of bids for construction of the project.

Regent Bell said this plan was reviewed by the Facilities Planning Committee and the Committee unanimously concurs with President Banowsky's recommendation. Regent Bell moved approval. The following voted yes on the motion: Regents Bailey, Bell, Replogle, Engleman, White, Little, and Rothbaum. The Chair declared the motion unanimously approved.

4. Exterior Restoration of University House

A contract was awarded at the regular January 1979 Board meeting to Hugh M. Williams Construction Company, Incorporated for exterior repainting and restoration of University House and a related garage structure. A final inspection

May 10, 1979

15568

was concluded on April 25, 1979, by representatives of Hugh M. Williams Construction Company, Incorporated, the general contractor, and Architectural and Engineering Services for the University. A punch list of incomplete items was developed by Architectural and Engineering Services.

The project included repairing rotted and deteriorated exterior surfaces, reroofing in necessary areas, restoring the fence, and complete exterior repaintings of both buildings. All work was completed within the allotted \$30,000 project budget.

The University staff has reviewed the results of the inspection and recommends that the project be accepted subject to the completion of all punch list items.

President Banowsky recommended that the Board of Regents accept the University House Exterior Restoration Project as complete, effective April 25, 1979, and that final payments be made to Hugh M. Williams Construction Company, Incorporated, upon completion of all punch list items.

Regent Engleman moved approval of the recommendation. The following voted yes on the motion: Regents Bailey, Bell, Replogle, Engleman, White, Little, and Rothbaum. The Chair declared the motion unanimously approved.

5. Oil and Gas Lease

The University has received a request that we advertise for oil and gas lease the University property in Cleveland County described as the SE $\frac{1}{4}$ of Section 14, Township 9N, Range 3W of the Indian Meridian.

This property is on the North Campus along I-35 and adjoins land leased for drilling purposes recently. This property will not be needed for University purposes in the foreseeable future.

President Banowsky recommended the Board of Regents authorize advertising for oil and gas lease the above described property with any lease entered into as a result of the bids to include the following provisions:

1. A delay rental to be negotiated by and between the parties with a minimum of \$5.00 per acre
2. The right of the University to purchase all of the oil and/or gas produced
3. A three-year lease
4. Compulsory drilling within one year
5. 3/16ths royalty

Regent White moved approval of the recommendation. The following voted yes on the motion: Regents Bailey, Bell, Replogle, Engleman, White, Little, and Rothbaum. The Chair declared the motion unanimously approved.

6. Housing - Peace Corps Program

The Peace Corps Fisheries Program has been extended to include two more course sessions beginning May 15, 1979. There is a requirement to provide housing for 32 trainees and instructors during the sessions. Shelter Investments, Inc., has agreed to provide housing during the sessions under the same pricing and terms of the existing purchase order. It will be necessary for Shelter Investments to purchase four more trailers and rent spaces near the new South Campus pond site to accommodate the program.

Contacts with trailer courts near the South Campus in an effort to obtain existing trailer rentals were not successful. Dr. Clemens, the project leader, does not consider the one motel in the vicinity to be appropriate for the program objectives.

A breakdown of the housing costs is as follows:

Current Purchase Order	\$52,580
Additional Sessions:	
32 occupants at \$11.00/day x approx. 130 days	\$45,760
	<u>\$98,340</u>

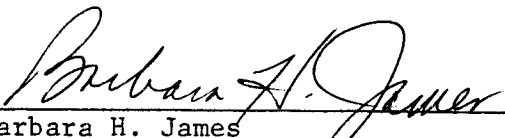
President Banowsky recommended that the Board of Regents approve an increase of \$45,760 in the purchase order with Shelter Investments, Inc. for the purpose of providing housing for the Peace Corps Fisheries Program.

Regent Replogle moved approval of the recommendation. The following voted yes on the motion: Regents Bailey, Bell, Replogle, Engleman, White, Little, and Rothbaum. The Chair declared the motion unanimously approved.

7. Major Capital Improvement Projects

As shown on the following page, a report was presented to the Regents on major capital improvement projects now under construction and in various stages of planning on the Norman Campus. No action was required.

There being no further business, the meeting adjourned at 11:15 a.m.



 Barbara H. James
 Executive Secretary of the Board of Regents

ARCHITECTURAL AND ENGINEERING SERVICES

THE UNIVERSITY OF OKLAHOMA

NORMAN CAMPUS

MAJOR CAPITAL IMPROVEMENTS PROGRAM

PROJECTS UNDER CONSTRUCTION

PROGRESS REPORT - MAY 1979

Project	Engineers and Architects	Contractors	Contract Award Date	Original Adjusted Completion Date	Original Current Contract Amount	Status Percent Complete	Source of Funds
Lloyd Noble Center	Binnicker & Associates	Rayco Construction Company	01/11/73	01/10/75	\$4,929,000 \$5,093,961	97%	Student Facilities System Bond of 1971, Private Funds and Student Facilities Fee Reserve.
Richards Hall Addition General Construction	McCune McCune & Associates	J. J. Cook Construction	04/10/78	04/26/79	\$ 747,169 \$ 751,453	85%	Section 13 Funds.
Mechanical Work		Gordon's Specialty Co.	04/10/78	04/26/79	\$ 247,777 \$ 273,861	83%	
Casework		Kewaunee Scientific Equipment Corporation	04/10/78	04/26/79	\$ 124,796	50%	
Electrical Work		Noble Electric, Inc.	05/11/78	04/26/79	\$ 116,900 \$ 116,820	92%	
Structural Engineering Laboratory	Aztec Building Systems, Inc.	Aztec Building Systems, Inc.	05/12/78	12/01/78 05/04/79	\$ 90,318 \$ 93,918	99%	Private Funds Including Labor and Material Donations.
Max Westheimer Taxiway Reconstruction, Phase I	C. H. Guernsey & Company	Physical Plant	---	05/01/79	\$ 80,000	95%	Airport Funds.
University House Restoration	Architectural and Engineering Services	Hugh M. Williams Construction Co.	01/11/79	04/28/79	\$ 25,675 \$ 26,450	100%	Oklahoma Historical Society and Renovation Accounts.
Rebuilding Cooling Tower	Physical Plant	Four Way Construction Company, Inc.	01/18/79	03/16/79 04/01/79	\$ 209,558	98%	University Utility Accounts.
Roof Repair	Physical Plant	Neogard Corporation	04/12/79	---	\$ 215,400	0%	Section 13 and Physical Plant Maintenance Funds.

ARCHITECTURAL AND ENGINEERING SERVICES
THE UNIVERSITY OF OKLAHOMA
NORMAN CAMPUS

MAJOR CAPITAL IMPROVEMENTS PROGRAM

PROJECTS IN VARIOUS STAGES OF PLANNING

PROGRESS REPORT - MAY 1979

Project	CMP Priority Number	Architect or Engineer	Contract or Letter	Estimated Cost	Status
Richards Hall Renovation and Addition	1	McCune McCune & Associates	06/10/76	\$1,682,000	This project has been subdivided. The addition is under construction. Renovation plans have been developed.
Richards Hall Fixed Equipment	2	McCune McCune & Associates	06/10/76	\$ 185,120	This work has been subdivided.
Old Science Hall Renovation	4	Shaw Associates, Inc. Bass and Associates	01/22/76	\$ 278,000	Schematic plans have been approved. Inactive.
Old Science Hall Fixed Equipment	5	Shaw Associates, Inc. Bass and Associates	01/22/76	\$ 68,202	Schematic plans have been approved. Inactive.
Nielsen Hall Renovation	18	Howard-Samis-Porch	01/22/76	\$ 496,000	Working drawings and specifications have been approved. Inactive.
Nielsen Hall Fixed Equipment	19	Howard-Samis-Porch	01/22/76	\$ 7,157	Working drawings and specifications have been approved. Inactive.
DeBarr Hall Renovation	21	Turnbull and Mills	01/22/76	\$ 465,295	Working drawings and specifications have been approved. Inactive.
DeBarr Hall Fixed Equipment	22	Turnbull and Mills	01/22/76	\$ 10,885	Working drawings and specifications have been approved. Inactive.
Physical Education Facility	23-A	Benham-Blair & Affiliates, Inc.	03/14/79	\$3,100,000	Schematic plans have been approved.
Student Recreation Center	23-B	Benham-Blair & Affiliates, Inc.	03/14/79	\$3,000,000	Schematic plans have been approved.
Max Westheimer Taxiway Reconstruction, Phase II	--	C. H. Guernsey & Company	---	\$ 558,315	Pending approval of federal funding.
Samuel Roberts Noble Microscopy Laboratory and Animal Quarters Project	--	Ammerman-Butler-Thoman	---	\$ 468,000	Working drawings and specifications are being prepared.
Fish Culture Ponds	--	Architectural and Engineering Services	---	\$ 55,000	Well and fence bids are to be received May 1, 1979.
Building Mechanical Systems Improvements	--	MESA Engineering Corporation	---	\$ 13,000	Engineer's contract is being prepared.
South End Zone Project	--	Noftzger, Lawrence, Lawrence and Flesher	---	\$8,000,000	Architect's contract is being prepared.
Bizzell Memorial Library Expansion	24-A	---	---	\$4,000,000	Architect selection process has been initiated.
	24-B	---	---	\$4,000,000	
	24-C	---	---	\$4,000,000	
Nuclear Engineering Laboratory Renovation	--	Architectural and Engineering Services	---	\$ 65,000	Schematic plans are being prepared.

OFFICIAL NOTICE OF SALE

AND

PRELIMINARY OFFICIAL STATEMENT

dated May 9, 1979

\$9,990,000

REGENTS OF THE UNIVERSITY OF OKLAHOMA

STUDENT FACILITIES SYSTEM REVENUE BONDS

SERIES 1979

Financial Consultant

LEO OPPENHEIM & CO., INC.
1810 First National Center West
Oklahoma City, Oklahoma 73102

Telephone (405) 235-5538

REGARDING USE OF THE OFFICIAL STATEMENT

The Bonds are offered only by means of the Official Statement. The Official Statement does not constitute an offering of any security other than the Bonds specifically offered hereby. The Official Statement does not constitute an offer to sell or a solicitation of an offer to buy the Bonds in any State or jurisdiction to any person to whom it is unlawful to make such offer, solicitation or sale, and no dealer, broker, salesman or other person has been authorized to make such unlawful offer, solicitation or sale. No dealer, broker, salesman or other person has been authorized to give any information or to make any representations other than those contained in the Official Statement in connection with the offering of the Bonds and, if given or made, such other information or representations must not be relied upon.

The information contained in the Official Statement has been compiled from sources believed to be reliable and is subject to change and/or correction without notice. Neither the delivery of the Official Statement nor any sales made hereunder shall create any implication that the information contained herein is complete or accurate in its entirety as of any date after the date hereof. The Official Statement is not to be construed as a contract with the purchasers of the Bonds.

The Bonds are offered when, as and if issued and received by the Purchaser, subject to prior sale, to withdrawal or modifications of the offer without any notice, and to the approval of legality of the Bonds by Fagin, Brown, Bush, Selvidge & Tinney, Oklahoma City, Oklahoma, Bond Counsel. It is expected that the Bonds in definitive form will be available for delivery to the Purchaser on or about _____, 1979.

The Date of the Preliminary Official Statement is _____, 1979

FINANCIAL CONSULTANT

LEO OPPENHEIM & CO., INC.

1810 FIRST NATIONAL CENTER WEST OKLAHOMA CITY, OKLAHOMA 73102
TELEPHONE (405) 235-5538

OFFICIAL NOTICE OF SALE

(Approximately)

\$9,990,000

REGENTS OF THE UNIVERSITY OF OKLAHOMA

STUDENT FACILITIES SYSTEM REVENUE BONDS, SERIES 1979

The Board of Regents of the University of Oklahoma (the "Board of Regents") will receive sealed bids on the _____ day of _____, 1979, at 10:00 o'clock A.M., Central Daylight Savings Time, in the Office of the President of the University of Oklahoma, in the Administration Building (Evans Hall) of the University of Oklahoma, at Norman, Oklahoma, for the purchase of the approximately \$9,990,000 Regents of the University of Oklahoma Student Facilities System Revenue Bonds, Series 1979 (the "Bonds"), in accordance with the terms of this Official Notice of Sale. Award of the Bonds will be made at 10:00 o'clock A.M., Central Daylight Savings Time on _____, 1979, following a determination by the Board of Regents of the adjusted principal amount of the Bonds. The adjusted principal amount of the Bonds to be issued by the Board of Regents will be in an amount that will not exceed \$_____.

MATURITY SCHEDULE

The Bonds are to be dated November 1, 1979, and shall be a combination of serial and term bonds due on January 1 in each of the years and in the principal amounts as follows:

\$4,475,000 Serial Bonds*

<u>Amount</u>	<u>Year</u>	<u>Amount</u>	<u>Year</u>	<u>Amount</u>	<u>Year</u>
\$135,000	1-1-1983	\$205,000	1-1-1989	\$295,000	1-1-1995
145,000	1-1-1984	220,000	1-1-1990	310,000	1-1-1996
155,000	1-1-1985	240,000	1-1-1991	330,000	1-1-1997
165,000	1-1-1986	250,000	1-1-1992	350,000	1-1-1998
180,000	1-1-1987	265,000	1-1-1993	370,000	1-1-1999
190,000	1-1-1988	280,000	1-1-1994	390,000	1-1-2000

\$5,515,000 _____ & Term Bonds* due January 1, 2010, subject to mandatory redemption by lot at par beginning January 1, 2001.

(Plus accrued interest)

AN ADJUSTMENT MAY BE REQUIRED IN THE PRINCIPAL AMOUNT OF THE BONDS OFFERED FOR SALE

* Approximate amount, subject to change.

The proposed bond issue involves a refunding which is calculated to comply with the requirements of Section 103(c) of the Internal Revenue Code of 1954, as amended, with respect to "arbitrage bonds" and which is based on certain assumptions including the yield on the Bonds and the yield that will be available on United States government obligations to be purchased from the proceeds of the Bonds. If after final computation of the bids, the Board of Regents determines that the funds necessary to accomplish the financing plan are either more or less than the proceeds of the sale of all Bonds, the Board of Regents reserves the right either to increase or decrease to the extent necessary the principal amount of the Bonds. In the event such adjustment is necessary, the adjustment will be made by adding to or deducting from any one or combination of all maturities. In the event of any such adjustment, no rebidding or recalculations of the bids submitted will be required or permitted. In the event the amounts are increased or decreased, the rate of premium and interest rate for each maturity at which such adjusted amount of Bonds will be sold will be exactly the same as that shown on the successful bid.

PAYMENT OF INTEREST

Interest shall be payable July 1, 1980, and semi-annually each January 1 and July 1 thereafter.

PLACE OF PAYMENT

Principal and semi-annual interest on the Bonds shall be payable at an eligible Oklahoma bank to be designated by the purchaser of the Bonds; or, at the option of the holder, at the Fiscal Agency of the State of Oklahoma in the City of New York, New York; or, in the event of the discontinuance of that Agency, then at The Chase Manhattan Bank, N. A., New York, New York.

DENOMINATION AND FORM OF BONDS

The Bonds shall be issued in bearer form with coupons attached in the denomination of \$5,000 each, registrable as to principal only, or in fully registered form in \$5,000 denominations, or with respect to principal maturing on the same date, in multiples thereof.

TERMS OF REDEMPTION

The Bonds maturing in the years 1980 to 1990, inclusive, shall not be subject to redemption prior to maturity except as described under the Redemption Provisions heading in the section of the Official Statement entitled "The Bonds".

- A. Optional Redemption - The Bonds maturing in the years 1991 and thereafter shall be subject to redemption at the option of the Board of Regents, on at least thirty days published notice, in whole on any date, or in part in inverse order of maturity, and by lot within a maturity, on any interest payment date on and after January

1, 1990, at the respective redemption prices (expressed as percentages of principal amount) set forth below, plus, in each case, accrued interest to the date fixed for redemption:

<u>Redemption Date</u> <u>(Dates Inclusive)</u>	<u>Redemption</u> <u>Price</u>
January 1, 1990 to December 31, 1993	104%
January 1, 1994 to December 31, 1996	103%
January 1, 1997 to December 31, 1999	102%
January 1, 2000 to December 31, 2002	101%
Thereafter prior to maturity	100%

- B. Mandatory Bond Fund Redemption - The Term Bonds are subject to mandatory redemption, in part by lot, on each January 1, beginning January 1, 2001, at the principal amount thereof and accrued interest to the date fixed for redemption, as follows:

<u>Year</u>	<u>Amount*</u>	<u>Year</u>	<u>Amount*</u>
2001	\$410,000	2006	\$560,000
2002	440,000	2007	595,000
2003	465,000	2008	635,000
2004	495,000	2009	675,000
2005	525,000		

Upon redemption of the above principal amount of Bonds, Bonds in the amount of \$715,000* shall, unless otherwise previously redeemed or purchased, remain outstanding and be due and payable on January 1, 2010.

* Approximate amount, subject to change.

INTEREST RATES AND LIMITATIONS

Bidders must specify the rate or rates of interest the Bonds shall bear in multiples of one-eighth (1/8th) or one-twentieth (1/20th) of one percent (1%) per annum. Bidders are not restricted as to the number of rates that may be named; provided that only one single rate shall be specified for all Bonds of the same maturity. The spread between the highest and lowest coupon rates shall not exceed two percent (2%). Supplemental coupons shall not be acceptable. The maximum rate per annum allowed by the laws of the State of Oklahoma is eight percent (8%).

AWARD OF BONDS, COMPUTATION OF INTEREST COST, AND RIGHT OF REJECTION

The Bonds shall be sold in one block, all or none, at a price of not less than the principal amount thereof and accrued interest to the date of delivery and payment therefor. The award, if any, will be made to the bidder complying with this Official Notice of Sale and offering to purchase the Bonds at the lowest net interest cost to the Board of Regents and who agrees to pay accrued interest from

November 1, 1979 to the date of delivery computed on a 360-day year basis. The lowest net interest cost is the smallest dollar amount of interest payable on the Bonds from November 1, 1979 to the respective maturity dates at the rate or rates specified by the bidder, and deducting therefrom the premium, if any, specified by such bidder. The Board of Regents reserves the right, to the extent not prohibited by law, to reject any or all proposals, and to waive any irregularity or informality in any bid.

OFFICIAL BID FORM AND GOOD FAITH CHECK

Each bid must be submitted in triplicate without deviation on the Official Bid Form furnished by the Board of Regents and shall be enclosed in a sealed envelope addressed to the Board of Regents of the University of Oklahoma and marked "Bid for \$9,990,000 Regents of the University of Oklahoma Student Facilities System Revenue Bonds, Series 1979", and shall be accompanied by a Certified or Cashier's Check in the sum of \$199,800 payable to the Treasurer of the State of Oklahoma. No interest shall be allowed on such check. Upon the awarding of the Bonds, all checks submitted by unsuccessful bidders shall be promptly returned. The good faith check submitted by the successful bidder shall be retained as fully liquidated damages in the event the bidder does not comply with the terms of his bid. At the time the Bonds are ready for delivery, the successful bidder shall have the option of either applying the good faith deposit toward the purchase of the Bonds or of having the good faith deposit returned. Sealed bids plainly marked "Bid for \$9,990,000 Regents of the University of Oklahoma Student Facilities System Revenue Bonds, Series 1979", may be mailed to "The Board of Regents of the University of Oklahoma, c/o Mrs. Barbara H. James, Executive Secretary of the Board of Regents, University of Oklahoma, 660 Parrington Oval, Room 119, Norman, Oklahoma 73019".

CORPORATE TRUSTEE

The Corporate Trustee for this issue of Bonds shall be an eligible Oklahoma bank designated by the purchaser of the Bonds.

DELIVERY OF AND PAYMENT FOR THE BONDS

Delivery of the Bonds shall be made on or about _____, 1979, at the office of the Treasurer of the State of Oklahoma, State Capitol Building, Oklahoma City, Oklahoma, or at such other place as shall be mutually agreed upon. The Bonds shall be paid for with Federal funds. If the Bonds are not delivered within seventy-five (75) days from the date of sale, the successful bidder may withdraw his bid and receive the return of his good faith deposit.

CUSIP NUMBERS

It is anticipated that CUSIP identification numbers will be printed on the Bonds, but neither the failure to print such numbers on any Bond nor any error with respect thereto shall constitute cause for a failure or refusal by the purchaser to accept delivery of and

pay for the Bonds in accordance with the terms of the Official Bid Form. All expenses in relation to printing CUSIP numbers on the Bonds and the CUSIP Service Bureau charge for the assignment of such numbers shall be paid for from the proceeds of the Bonds.

LEGAL OPINIONS AND TAX EXEMPTION

The unqualified approving opinion of Fagin, Brown, Bush, Selvidge & Tinney, Oklahoma City, Oklahoma, Bond Counsel, shall be furnished by the Board of Regents without expense to the purchaser. The opinion of such counsel shall state that the interest earned on the Bonds is exempt from existing Federal and State of Oklahoma Income Taxes. A transcript of the legal proceedings approved by the Attorney General of the State of Oklahoma, including a certificate that there is no litigation pending affecting the Bonds, and other closing papers shall be furnished to the purchaser without charge by the Board of Regents.

The arbitrage opinion of Haynes & Miller, Counsellors at Law, Washington, D. C., shall also be furnished to the purchaser without charge by the Board of Regents.

MISCELLANEOUS

Further information with respect to this issue of Bonds may be obtained from the Financial Consultant to the University, Leo Oppenheim & Co., Inc., 1810 First National Center West, Oklahoma City, Oklahoma 73102 (405 235-5538).

/s/ Mrs. Barbara H. James
Executive Secretary of the Board of
Regents, University of Oklahoma

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THE UNIVERSITY OF OKLAHOMA

BOARD OF REGENTS

Mr. K. D. Bailey, Okmulgee
President

Mr. Richard A. Bell, Norman
Vice President

Mr. Dee A. Replogle, Jr., Oklahoma City
Mr. Charles E. Engleman, Clinton
Ronald H. White, M. D., Oklahoma City
Mr. Dan Little, Madill
Mr. Julian Rothbaum, Tulsa

UNIVERSITY OFFICIALS INCLUDE

Dr. William Slater Banowsky, President
Dr. Arthur J. Elbert, Vice President for Administrative
Affairs
Mr. David A. Burr, Vice President for University Relations
and Development
Mr. Jerry Farley, Controller
Mr. Arthur Tuttle, Director of Architectural and
Engineering Services

UNIVERSITY COUNSEL

Stanley M. Ward, Chief Legal Counsel
Kurt F. Ockershauser, Legal Counsel

ARCHITECTS FOR HUSTON HUFFMAN PHYSICAL FITNESS CENTER

Benham Blair & Affiliates, Inc.
Oklahoma City, Oklahoma

BOND COUNSEL

Fagin, Brown, Bush, Selvidge & Tinney
Oklahoma City, Oklahoma

FINANCIAL CONSULTANT

Leo Oppenheim & Co., Inc.
Oklahoma City, Oklahoma

Interest exempt, in the opinion of Bond Counsel, from all present Federal and State of Oklahoma Income Taxes under existing statutes, regulations and court decisions.

OFFICIAL STATEMENT

NEW ISSUE

(Approximately)

\$9,990,000

Moody's: _____
Standard & Poor's: _____
(See "Ratings" herein)

REGENTS OF THE UNIVERSITY OF OKLAHOMA

STUDENT FACILITIES SYSTEM REVENUE BONDS, SERIES 1979

Dated: November 1, 1979

Due: January 1, as shown below

The purpose of this Official Statement is to give certain essential facts as of _____, 1979, relating to the Board of Regents of the University of Oklahoma (the "Board of Regents"), the governing board of the University of Oklahoma (the "University") and the Student Facilities System Revenue Bonds, Series 1979 (the "Bonds" or the "Series 1979 Bonds").

Principal and semi-annual interest (January 1 and July 1, first coupon payable July 1, 1980) are payable at _____ (the "Bank" or the "Trustee Bank"); or at the option of the holder thereof at the Fiscal Agency of the State of Oklahoma in the City of New York, New York; or in the event of the discontinuance of that Agency, then at The Chase Manhattan Bank, N. A., New York, New York. The Bonds are issued in bearer form with coupons attached in the denomination of \$5,000 each, registrable as to principal only, or in fully registered form in \$5,000 denominations, or with respect to principal maturing on the same date, in multiples thereof. The Bonds are subject to redemption prior to maturity as described elsewhere herein. The Bonds are not an indebtedness of the State of Oklahoma, the University, or the Board of Regents, but are special obligations of the Board of Regents payable solely from the revenues herein defined.

MATURITY SCHEDULE

The Bonds are to be dated November 1, 1979, and shall be a combination of serial and term bonds due on January 1 in each of the years and in the principal amounts as shown on the following page:

\$4,475,000 Serial Bonds*

<u>Amount</u>	<u>Year</u>	<u>Coupon Rate</u>	<u>Yield or Price</u>	<u>Amount</u>	<u>Year</u>	<u>Coupon Rate</u>	<u>Yield or Price</u>
\$135,000	1-1-1983	%		\$250,000	1-1-1992†	%	
145,000	1-1-1984			265,000	1-1-1993†		
155,000	1-1-1985			280,000	1-1-1994†		
165,000	1-1-1986			295,000	1-1-1995†		
180,000	1-1-1987			310,000	1-1-1996†		
190,000	1-1-1988			330,000	1-1-1997†		
205,000	1-1-1989			350,000	1-1-1998†		
220,000	1-1-1990			370,000	1-1-1999†		
240,000	1-1-1991†			390,000	1-1-2000†		

\$5,515,000 % Term Bonds* due January 1, 2010†, subject to mandatory redemption by lot at par beginning January 1, 2001.

Price:

(Plus accrued interest)

* Approximate amount, subject to change.

† Subject to optional redemption beginning January 1, 1990, as more fully described on page 7.

THE UNIVERSITY OF OKLAHOMA AND THE BOARD OF REGENTS

The University is a member of The Oklahoma State System of Higher Education that includes all collegiate institutions in Oklahoma supported wholly, or in part, by State appropriations. The government of the University is vested in the Board of Regents, a constitutional board of seven members appointed by the Governor of the State of Oklahoma for staggered seven year terms, subject to confirmation by the State Senate. Members of the Board of Regents are listed on page 2. The Board of Regents issues Bonds under the provisions of Title 70, Oklahoma Statutes 1971, Sections 4001 to 4014, inclusive, as amended.

PURPOSE OF THE BOND ISSUE

These Bonds, including fees and expenses, are being issued for the following purposes: (i) to advance refund the Student Facilities System of 1971 Bonds, Series "A", which provided a portion of the funds used to construct and equip a student health center on the Norman Campus, the "Charles B. Goddard Student Health Center"; and (ii) to advance refund the Student Facilities System of 1971 Bonds, Series "B", which provided a portion of the funds to construct and equip a multi-purpose arena on the Norman Campus, the "Lloyd Noble Center"; and (iii) to provide a portion of the funds needed to

construct and equip a student recreation center on the Norman Campus designated as the "Huston Huffman Physical Fitness Center"; and (iv) to provide surface parking and other improvements at the Lloyd Noble Center. The new Huston Huffman Physical Fitness Center will be located in the student housing section of the campus between Asp and Jenkins Avenues and will contain approximately 73,260 square feet of floor space. This new facility will include five basketball courts, a jogging track, eleven handball/racquetball courts, a squash court, a gymnastics room, a body mechanics room and related facilities adjacent to offices and instructional space for the Department of Health, Physical Education and Recreation. Funds necessary for the Huston Huffman Physical Fitness Center in excess of Bond proceeds will come from an earmarked appropriation from the State Legislature distributed by the Oklahoma State Regents for Higher Education, and contributions and other fund raising.

PLAN OF FINANCING

As previously mentioned, the University has previously issued and has outstanding two series of bonds relating to the Student Facilities System of 1971 Bonds. These two prior issues are: (i) \$1,760,000 Board of Regents of the University of Oklahoma Student Facilities System of 1971 Bonds, Series "A", dated September 1, 1971, and due serially on January 1 and July 1 from January 1, 1972 to January 1, 1987, inclusive, of which \$1,070,000 principal amount was outstanding as of September 1, 1979 (the "Series 'A' Bonds"), with The First National Bank and Trust Company of Oklahoma City, Oklahoma City, Oklahoma, as Trustee, and (ii) \$4,000,000 Board of Regents of the University of Oklahoma, Student Facilities System of 1971 Bonds, Series "B", dated October 1, 1972, and maturing serially on January 1 from 1981 to 1998, inclusive of which \$4,000,000 principal amount was outstanding as of September 1, 1979 (the "Series 'B' Bonds"), with The Liberty National Bank and Trust Company of Oklahoma City, Oklahoma City, Oklahoma, as Trustee. The Series "A" Bonds and Series "B" Bonds are hereinafter collectively called the "Refunded Bonds". The documents and instruments evidencing ownership of the Government Securities, as hereinafter defined, to be purchased shall be held in the names of The First National Bank and Trust Company of Oklahoma City and The Liberty National Bank and Trust Company of Oklahoma City, as Co-Escrow Agents (the "Co-Escrow Agents") for the Refunded Bonds. The Co-Escrow Agents shall cause all payments of principal of and interest on the Government Securities, as hereinafter defined, to be applied to the repayment of the Refunded Bonds in accordance with the terms of said Refunded Bonds and the plan of refunding.

The University has determined that a refunding of the Series "A" and Series "B" Bonds is in its best interest to obtain substantial additional capital for constructing and equipping a student recreation center designated as the "Huston Huffman Physical Fitness Center", provide surface parking and other improvements at the Lloyd Noble Center, to facilitate the operation and administration of the Student Facilities System and to modify certain restrictive covenants. Consequently, the University proposes to advance refund the Refunded Bonds and to effect a discharge of the lien of the Series "A" and Series "B" Bond Resolutions and related Trust Agreements.

The monies required to refund the Refunded Bonds will come from the net proceeds of the Bonds. A portion of the net proceeds of the Bonds will be used to purchase direct and general obligations of the United States of America, specifically United States Treasury Obligations, State and Local Government Series (the "Government Securities") for the Refunding Escrow Account. The Government Securities will bear interest and mature at such times and in such amounts that sufficient monies will be available from the Government Securities for the following purposes:

- A. To pay, when due and payable, all principal of and interest on the outstanding Series "A" Bonds to and including January 1, 1987; and
- B. To pay, when due and payable, all principal of and interest on the outstanding Series "B" Bonds to and including January 1, 1989, and to redeem at January 1, 1989, the \$2,650,000 principal amount of the then outstanding Series "B" Bonds at a redemption price of 102% of the principal amount being redeemed (the Series "B" Bonds maturing January 1, 1984 and thereafter are subject to optional redemption from January 1, 1987 to December 31, 1990 at a redemption price of 102% of principal amount plus accrued interest to the date fixed for redemption).

The Government Securities will be held in the Refunding Escrow Account by the Co-Escrow Agents, pursuant to the Refunding Escrow Agreement in trust for the benefit of the holders of the Refunded Bonds. Exhibit D to this Official Statement contains a summary of certain provisions of the Refunding Escrow Agreement. The Government Securities will be purchased by the University from the Treasury Department of the United States of America with interest rates which will cause the actuarial yield thereon, computed in accordance with the provisions of Section 103(c) of the Internal Revenue Code of 1954, as amended (the "Code"), and the regulations applicable thereto, not to exceed the actuarial yield on the Bonds.

Proceeds of the Bonds in excess of the amount required to advance refund the Refunded Bonds will be used to pay fees and expenses and to construct in part the Huston Huffman Physical Fitness Center and to provide surface parking and other improvements at the Lloyd Noble Center.

STUDENT FACILITIES SYSTEM

The Student Facilities System General Bond Resolution dated as of November 1, 1979 (the "General Bond Resolution") pertaining to the Bonds will create a Student Facilities System (the "System"), which will include student facilities on the Norman Campus consisting of the existing Charles B. Goddard Student Health Center, the existing Lloyd Noble Center and the new student recreation center designated as the Huston Huffman Physical Fitness Center which will be constructed in part with a portion of the Bond proceeds, and all improvements, additions or extensions to the System which may be made while any Bonds remain outstanding.

THE BONDS

DESCRIPTION OF THE BONDS

The Bonds are issued in the form of bearer bonds with coupons attached in the denomination of \$5,000 each, registrable as to principal only, or in fully registered form in the denomination of \$5,000, or with respect to principal maturing on the same date, in any multiple thereof, are dated November 1, 1979, and will mature serially on each January 1 from 1980 to January 1, 2000, inclusive, and will also mature as term bonds due January 1, 2010, subject to annual mandatory redemption beginning January 1, 2001. The Bonds will be issued in the principal amounts and bear interest at the rates set forth on page 2 of this Official Statement. The principal of and semi-annual interest (January 1 and July 1, first coupon payable July 1, 1980) are payable at the Bank or at the option of the Bondholder at the Fiscal Agency of the State of Oklahoma in the City of New York, New York, or in the event of the discontinuance of that Agency, then at The Chase Manhattan Bank, N. A., New York, New York.

REDEMPTION PROVISIONS

The Bonds maturing in the years 1980 to 1990, inclusive, shall not be subject to redemption prior to maturity except as described in this section of the Official Statement.

- A. Optional Redemption - The Bonds maturing in the years 1991 and thereafter shall be subject to redemption at the option of the Board of Regents, on at least thirty days published notice, in whole on any date, or in part in inverse order of maturity, and by lot within a maturity, on any interest payment date on and after January 1, 1990, at the respective redemption prices (expressed as percentages of principal amount) set forth below, plus, in each case, accrued interest to the date fixed for redemption:

<u>Redemption Date</u> <u>(Dates Inclusive)</u>	<u>Redemption</u> <u>Price</u>
January 1, 1990 to December 31, 1993	104%
January 1, 1994 to December 31, 1996	103%
January 1, 1997 to December 31, 1999	102%
January 1, 2000 to December 31, 2002	101%
Thereafter prior to maturity	100%

- B. Mandatory Bond Fund Redemption - The Term Bonds are subject to mandatory redemption, in part by lot, on each January 1, beginning January 1, 2001, at the principal amount thereof and accrued interest to the date fixed for redemption, as follows:

<u>Year</u>	<u>Amount*</u>	<u>Year</u>	<u>Amount*</u>
2001	\$410,000	2006	\$560,000
2002	440,000	2007	595,000
2003	465,000	2008	635,000
2004	495,000	2009	675,000
2005	525,000		

Upon redemption of the above principal amount of Bonds, Bonds in the amount of \$715,000* shall, unless otherwise previously redeemed or purchased, remain outstanding and be due and payable on January 1, 2010.

* Approximate amount, subject to change.

- C. Extraordinary Event Redemption - The Bonds are also subject to redemption prior to maturity in whole or in part at any time, in inverse order of maturities or by lot within a maturity, if such redemption is made: (i) from insurance proceeds; (ii) from expropriation awards; or (iii) from the proceeds of the sale of all or a part of the System acquired or constructed or to be acquired and constructed from the proceeds of the Bonds or future parity bonds. In the event that such redemption is made in accordance with this provision, such redemption shall be made at the principal amount redeemed, plus accrued interest thereon to the redemption date, plus (i) if such redemption is made prior to January 1, 1990, a premium on each Bond so redeemed equal to one year's interest thereon; or (ii) if such redemption is made on or after the first date upon which such Bond would otherwise be subject to redemption, the same premiums as set forth for redemption in paragraph A above.

SECURITY FOR THE BONDS

This issue of Bonds will be special obligations of the Board of Regents and shall be secured by a lien on and a pledge of the following sources of revenue:

- A. The receipts of the Student Facility Fee charged and collected from all students in attendance at the University. The Student Facility Fee is currently being charged in the amount of \$10.00 per student for the Fall and Spring semesters and \$5.00 per student for the Summer semesters. Upon completion of the Huston Huffman Physical Fitness Center, but in any event not later than the Spring 1982 semester, the Fee will be increased to \$25.00 per student for Fall and Spring semesters and \$12.50 per student for the Summer semester.
- B. The revenues of the Athletic Department in the minimum amount of \$100,000 per year, subject to a prior pledge to the Stadium System Revenue Bonds, Series 1974, dated July 1, 1974, with a final maturity of July 1, 1989. The

Stadium bonds were in the original principal amount of \$5,000,000, of which \$2,310,000 was outstanding as of September 1, 1979. The Athletic Department has contributed \$100,000 annually to the Revenue Fund for the Refunded Bonds commencing with the Fiscal Year ended June 30, 1976.

- C. In addition, a portion of the Student Activity Fee currently being collected in the amount of \$1.75 per student semester credit hour will be pledged in the annual amount of \$150,000. The Student Activity Fee was previously pledged to the payment of the Refunded Bonds in the annual amount of \$152,555 upon retirement of the Student Union Building Bonds of 1949 which have a prior lien on that portion of the Student Activity Fee. The Student Union bonds mature November 1, 1979. Funds in trust for the payment of principal and interest on the Student Union bonds are sufficient to provide for such payment. Upon retirement of the Student Union bonds, the Bonds will have a first lien on the portion of the Student Activity Fee pledged for the Bonds.

The Board of Regents will covenant in the General Bond Resolution that it will impose and collect the Student Facility Fee and Student Activity Fee, referred to above, as authorized by the Oklahoma State Regents for Higher Education, and impose and collect other fees and charges, and apply the pledge from the Athletic Department revenues to permit the payment of debt service requirements on the Bonds, and any other requirements specified under the General Bond Resolution.

As additional security, in the event of a default, the holders of fifty-one percent (51%) of the principal amount of the outstanding Bonds of the System may, or the Trustee Bank shall upon the written request of such holders, apply to a court of competent jurisdiction to have a temporary trustee appointed to enter into possession of the System and to operate it until the default is remedied or until all Bonds related to the System are retired or provision for payment is made, whichever occurs first.

These Bonds are not an indebtedness of the State of Oklahoma, the University or the Board of Regents, but are special obligations payable solely from the pledged revenues of the System.

ADDITIONAL BONDS

The General Bond Resolution provides that additional bonds may be issued by the Board of Regents without consent of the Bondholders if certain conditions are met. Except for completion bonds, these conditions include, among other things, that the estimated net pledged revenues to be derived from the System, including student fees, shall at least equal one and twenty-five hundredths (1.25) times the average annual debt service requirement on all bonds, including the additional bonds to be issued. Additional bonds,

if issued, would be equally secured with the Bonds. There is no restriction in the General Bond Resolution on the issuance of junior lien or refunding bonds.

SYSTEM COSTS AND SOURCES OF FUNDING

The Board of Regents have not received bids for the construction of the Huston Huffman Physical Fitness Center or the surface parking and other improvements at the Lloyd Noble Center, so precise costs are not known at this time. The estimated sources and uses of funds are shown as follows:

SOURCES OF FUNDS

Principal amount of the Bonds*	\$ 9,990,000
Refunded Bond Issues Funds Available†	1,158,082
State Legislative Appropriation	1,100,000
Funds Available from Donations	<u>2,000,000</u>
 Total Sources of Funds	 <u>\$14,248,082</u>

USES OF FUNDS

Available for Physical Fitness Center Construction	\$ 6,400,000
Available for Lloyd Noble Center Improvements	1,500,000
Deposit to Refunding Escrow Account	4,583,900
Non Bond Proceeds Investments	395,507
Deposit to Bond Fund Reserve Account	762,575
Capitalized Interest	402,200
Legal, Financial and Issuance Expenses (contingent)	103,850
Contingencies	<u>100,050</u>
 Total Uses of Funds	 <u>\$14,248,082</u>

* Approximate amount, subject to change.

† As of September 1, 1979.

REVENUES AND COVERAGE

REVENUES

- A. Enrollment - Between Fiscal Years ended June 30, 1974 and 1979, the student enrollment on the Norman Campus of the University has fluctuated. The enrollment on the Norman Campus for the Fall, Spring and Summer semesters during this period was as shown on the following page:

<u>Fiscal Year Ended June 30</u>	<u>Semester</u>	<u>Enrollment</u>	<u>Student Credit Hours</u>
1979	Fall, 1978	20,357	242,427
	Spring, 1979	18,614	224,392
	Summer, 1979	7,500*	N/A
1978	Fall, 1977	19,719	235,875
	Spring, 1978	18,246	216,721
	Summer, 1978	7,476	39,762
1977	Fall, 1976	20,010†	230,729
	Spring, 1977	18,503	219,110
	Summer, 1977	7,947	43,373
1976	Fall, 1975	21,316	256,125
	Spring, 1976	19,799	236,799
	Summer, 1976	8,050	44,321
1975	Fall, 1974	19,924	243,401
	Spring, 1975	19,126	230,477
	Summer, 1975	8,060	45,282
1974	Fall, 1973	19,647	240,511
	Spring, 1974	17,853	219,493
	Summer, 1974	7,547	42,586

* Estimated by University administration

† College of Pharmacy enrollment (about 405 students) became part of Health Sciences Center rather than the Norman Campus.

Under a "Plan for the '70's" designed to coordinate The Oklahoma State System for Higher Education, and a supplement thereto, the Oklahoma State Regents for Higher Education have established a policy of maintaining a maximum full time equivalent enrollment for the University (Norman Campus) of 22,000 students. For the Fall semester of 1978, the full time equivalent enrollment was 16,674 students. There are no limits on enrollment of lower division students, but the policy provides for a student mix that will balance enrollment of lower division students with enrollment of upper division and graduate students.

- B. Student Facility Fee Revenues - The imposition and collection of the Student Facility Fee began with the Summer 1968 semester. As provided in a student referendum, the Student Facility Fee was originally established at the rate of \$5.00 per student for each of the Fall and Spring semesters and \$2.50 per student for the Summer semester. Subsequently, the Student Facility Fee was collected at the rate of \$7.50 per student for the Fall 1970 semester, \$5.00 per student for the Spring 1971 semester and \$3.75 per student for the

Summer 1971 semester. A portion of such collections was used in the development and administration of the Student Facilities System of 1971 and costs of the Charles B. Goddard Student Health Center, such as land, some construction costs, interim interest costs and funding capitalized reserve, principal and interest requirements of the Series "A" Refunded Bonds. Effective with the Fall 1971 semester, the Student Facility Fee was collected at the rate of \$7.50 per student for the Fall and Spring semesters and \$3.75 for the Summer semester. After the completion of the Lloyd Noble Center, the Student Facility Fee was increased to \$10.00 per student for the Fall and Spring semesters and \$5.00 per student for the Summer semester commencing with the Summer 1975 semester. Revenues from the pledged Student Facility Fee based on actual collection of that Fee, as imposed in the varying amounts described herein, for Fiscal Years 1974 to 1979 are shown below. Any increase or decrease in actual enrollment in future Fiscal Years would correspondingly increase or decrease the funds available from this source of revenue for the payment of Debt Service Requirements. Revenues from the Student Facility Fee were as follows:

<u>Fiscal Year</u> <u>Ended June 30</u>	<u>Fee Revenues</u> <u>Collected</u>
1979	\$ N/A
1978	383,130
1977	388,026
1976	416,140
1975	311,382
1974	295,864

- C. Estimated Revenues from the Student Facility Fee - Up-
on completion of the Huston Huffman Physical Fitness Center, but in any event not later than the Spring 1982 semester, the University will impose and collect the Student Facility Fee in the amount of \$25.00 per student per semester (1/2 fee for Summer semester). Based on the average semester head count enrollment for the last six Fiscal Years, 1974 to 1979, as adjusted pro-forma for Fiscal Years 1974 to 1976, inclusive, to account for students in the College of Pharmacy which became part of the Health Sciences Center in Fiscal Year 1977, the increased Student Facility Fee would provide estimated annual revenues as follows:

<u>Semester</u>	<u>Average Enrollment</u>	<u>Estimated Fee Revenues</u>
Fall	19,947	\$ 498,675
Spring	18,483	462,075
Summer (1/2 fee)	7,656	95,700
Total Estimated Fee Revenues		<u>\$1,056,450</u>
Less: 8% Reserve		<u>84,516</u>
Estimated Fee Revenues Available for Debt Service Requirements		<u>\$ 971,934</u>

- D. Revenue from the Athletic Department - Pursuant to the General Bond Resolution the Board of Regents will pledge the revenues of the Athletic Department in the minimum amount of \$100,000 per year, subject to a prior pledge to the Stadium System Revenue Bonds, Series 1974, the final maturity of which is July 1, 1989. The University's Athletic Department has contributed \$100,000 to the Revenue Fund for the Refunded Bonds each year commencing with Fiscal Year 1976.
- E. Revenue from a Portion of the Student Activity Fee - As previously mentioned, the Student Activity Fee is collected in the amount of \$1.75 per student semester credit hour. Revenues from the Student Activity Fee for Fiscal Years 1974 to 1979 were as follows: 1979, \$ N/A; 1978, \$910,644; 1977, \$942,993; 1976, \$900,521; 1975, \$874,576; and 1974, \$866,048. Pursuant to the General Bond Resolution, the Board of Regents will pledge a portion of the Student Activity Fee (\$150,000 annually) subject to a prior commitment to Student Union Building Bonds of 1949, the final maturity of which is November 1, 1979. Funds in trust for the payment of principal and interest on the Student Union bonds are sufficient to provide for such payment. Upon retirement of the Student Union bonds, the Bonds will have a first lien on the portion of the Student Activity Fee (\$150,000 annually) pledged for the Bonds.
- F. Interest Earned on Debt Service Funds Investment - Funds available in the Bond Fund, including the Reserve, and the Special Reserve Fund, as defined in the Bond Resolutions for the Refunded Bonds, may be invested by the direction of the Board of Regents. Interest earned on the investment of debt service funds for Fiscal Years 1974 to 1979 were as follows:

<u>Fiscal Year Ended June 30</u>	<u>Interest Earned</u>
1979	\$ N/A
1978	62,230
1977	56,806
1976	56,933
1975	59,701
1974	62,389

Such interest earnings can fluctuate depending, among other things, on the amount of funds available for investment and interest rates that can be obtained on permitted investments for such funds. As of December 31, 1978, there was a combined total of approximately \$808,262 in the Bond Fund Reserve and \$162,820 in the Special Reserve Fund created by the Bond Resolutions for the Refunded Bonds. A Bond Fund, as hereinafter defined, including a Bond Fund Reserve Account equal to the maximum annual principal and interest requirement on the Bonds will be established by the General Bond Resolution and may be invested as permitted by the General Bond Resolution in future Fiscal Years. The minimum required amount of that Bond Fund Reserve Account is estimated to be approximately \$750,000. In deriving estimated revenues for the System, it has been assumed that this reserve was invested at six percent (6%) annually. However, no assurance can be made that investment earnings will continue at past amounts earned or that investment will result in any specific amount of interest earnings being achieved.

OPERATION AND MAINTENANCE

In the General Bond Resolution pertaining to the Bonds, the Board of Regents covenant to operate the facilities comprising the System in good repair and condition and to make all necessary repairs and replacements thereto, and to pay the costs of such activities and expenses from legally available sources of the University.

To the extent that funds are available in the System in excess of the monies required for debt service on the Bonds, the University may use such remaining balance of funds to pay part of the costs of operation and maintenance of the Lloyd Noble Center and the costs of the operation and maintenance of the Huston Huffman Physical Fitness Center. The amounts to be used for such operation and maintenance are currently estimated at \$_____ and \$_____, respectively.

In addition to the revenues estimated herein, the University intends to charge a fee for use of the Huston Huffman Physical Fitness Center by faculty and staff members of the University, and to make the facility available for a special charge to others, such as those who are attending the Oklahoma Center for Continuing Education. It is difficult to project the amount of revenue that would be derived from such sources, but the revenue derived from these charges would be available for debt service requirements and for operation and maintenance.

RISKS OF BONDHOLDERS

Some of the factors that an investor should consider, among other things, in deciding whether to purchase any of the Bonds are (i) any reduction in student enrollment from recent levels of enrollment at the Norman Campus of the University which would cause a corresponding

decrease in the revenues collected from the fixed Student Facility Fee or the Student Activity Fee which are pledged as a source of revenues for payment of the principal of and interest on the Bonds; and (ii) fluctuations in investment earnings of debt service funds which are a source of revenue for payment of the Bonds.

ESTIMATED COVERAGE

Estimated revenues of the System available for Debt Service Requirements on the Bonds beginning with the Spring 1982 semester based on estimated revenues from student fees, annual commitments of the Athletic Department, and estimated investment earnings, all as described in more detail in the "Revenues" section hereof, are as follows:

Student Facility Fee	\$ 971,934
Student Activity Fee Portion	150,000
Athletic Department Commitment	100,000
Interest Earned on Bond Fund Reserve Account	<u>45,000</u>
Estimated Revenue Available for Debt Service Beginning with the Spring 1982 Semester	<u>\$1,266,934</u>

The Estimated Revenues Available for Debt Service, annual Debt Service Requirements and Estimated Coverage are shown in Table 1 below.

Table 1

Estimated Coverage
Student Facilities System Revenue Bonds, Series 1979

<u>Year Ending January 1</u>	<u>Estimated Revenues</u>	<u>Average Debt Service Requirements†</u>	<u>Estimated Coverage</u>
1981	\$ 683,774*	\$425,000†	1.61 times
1982	683,774*	425,000†	1.61 times
1983 to 2010, inclusive	1,266,934	759,852	1.67 times

* Assumes Student Facility Fee collected in the current amount of \$10.00 per Student per semester (1/2 fee for Summer semester).

† See Exhibit A for actual annual principal and interest requirements on the Bonds. Figures for 1981 and 1982 are net of capitalized interest.

SUMMARY OF CERTAIN PROVISIONS OF THE GENERAL BOND RESOLUTION

The following is a summary of certain provisions of the General Bond Resolution dated as of November 1, 1979, between the University and the Trustee Bank, as Trustee for the Bondholders. Reference is made to the General Bond Resolution for a complete recital of its terms and provisions.

As used herein, the words Bond or Bonds mean any bond or bonds issued pursuant to the General Bond Resolution which are at any time outstanding.

USE OF FUNDS AND ACCOUNTS

The following Funds and Accounts are created by the General Bond Resolution and, with the exception of the Project Fund, as hereinafter defined, shall be maintained as long as any Bonds are outstanding. The use of the Funds and Accounts shall be as follows:

- A. The University of Oklahoma Student Facilities System Revenue Bonds, Series _____ Project Fund (the "Project Fund"), shall be established pursuant to each Series Bond Resolution and shall be used to receive proceeds of the Series of Bonds, including receiving interest earned on this Fund during construction, and may be used to receive proceeds of contributions and other sources of funds for development of System facilities; and shall be used to disburse these funds in the manner specified in the Series Bond Resolution. The Project Fund shall be maintained as a special fund with the Treasurer of the State of Oklahoma.
- B. The University of Oklahoma Student Facilities System Revenue Bonds, Revenue Fund (the "Revenue Fund") shall be used to receive the deposit of the Gross Revenues of the System. Gross Revenues means, among other things, the pledged Student Facility Fee collections, the pledged portion of the Student Activity Fee collections, the annual commitment of the Athletic Department, other fees and charges for the use of the Huston Huffman Physical Fitness Center, or other parts of the System, and all other income derived by the University from the operation of the properties included in the System and pledged under the General Bond Resolution including without limitation, insurance proceeds and proceeds from eminent domain or the sale of the System or any part thereof. The Revenue Fund shall be disbursed in the manner set forth in the Flow of Funds Section of this Official Statement. The Revenue Fund shall be maintained as an agency special account with the Treasurer of the State of Oklahoma.
- C. The University of Oklahoma Student Facilities System Revenue Bonds, Operation and Maintenance Fund (the "Operation and Maintenance Fund") shall be used to receive monthly transfers to the extent available from the Revenue Fund

and from the Special Reserve Fund, if any; and shall be used to pay the reasonable and necessary current expenses of the University paid or accrued in operating, maintaining and repairing the System or part thereof. The Operation and Maintenance Fund shall be maintained as an agency special account with the Treasurer of the State of Oklahoma.

D. The University of Oklahoma Student Facilities System Revenue Bonds, Bond Fund (the "Bond Fund"), and its corresponding Principal and Interest Account and Bond Fund Reserve Account shall be used for the following purposes:

- (1) The Principal and Interest Account shall be used to receive from the Project Fund any amount of capitalized principal and/or interest as may be specified in any Series Bond Resolution; and to receive transfers first from the Revenue Fund, second from the Special Reserve Fund, and third from the Bond Fund Reserve Account in amounts sufficient to pay the principal of and interest on the Bonds when due and payable and, if funds are available for such purpose, pursuant to the General Bond Resolution to effect the purchase or redemption of the Bonds prior to stated maturity.
- (2) The Bond Fund Reserve Account shall be used to receive either initially upon delivery of and payment for any Series of Bonds an amount equal to the maximum annual principal and interest requirement on the Series of Bonds (exclusive of the final maturity or any balloon maturity for which a reserve or other non-recurring funds are as established) or equal monthly installments over a period not to exceed five (5) years from the expiration of any period of capitalized principal and/or interest as may be specified in any Series Bond Resolution which will equal on completion of the installments an amount equal to the maximum annual principal and interest requirement on the Series of Bonds (exclusive of the final maturity or any balloon maturity for which a reserve or other non-recurring funds are established). This amount shall be maintained as a minimum balance and shall be used to prevent any default in paying the principal of and interest on the Bonds, and to use the allocable share of any Series to pay the last remaining Bonds of the Series and interest thereon. If a portion, or if all, of the Bond Fund Reserve Account is expended, it will be replenished to the minimum balance by transfers from the Revenue Fund, after the required transfers to the Principal and Interest Account, within a period of twenty-four (24) months of the creation of such deficiency. Amounts

in excess of the minimum balance required may, at the discretion of the Board of Regents, be transferred to the Principal and Interest Account to reduce principal and interest requirements or to effect the purchase or redemption of Bonds prior to stated maturity or be transferred to the Special Reserve Fund. (For the Series 1979 Bonds an amount equal to the maximum annual principal and interest requirement will be transferred to this Account from funds available to the University in the Reserve Funds previously established for the Refunded Bonds.)

The Bond Fund and related Accounts shall be maintained with the Trustee Bank.

E. The University of Oklahoma Student Facilities System Revenue Bonds, Special Reserve Fund (the "Special Reserve Fund") shall be used to receive surplus monies contained in a Project Fund upon completion of the project, periodic transfers of surplus monies from the Revenue Fund and/or upon direction of the Board of Regents, other surplus monies as may be permitted. Upon proper authorization of an official of the University designated by the Board of Regents, the Special Reserve Fund may be used as follows:

- (1) To pay the principal and/or interest requirements on the Bonds due and payable on the next principal or interest payment date, in whole or in part, through transfers to the Principal and Interest Account of the Bond Fund;
- (2) To purchase Bonds on the open market through transfers to the Principal and Interest Account of the Bond Fund;
- (3) To redeem Bonds prior to stated maturity through transfers to the Principal and Interest Account of the Bond Fund.
- (4) Upon issuance of additional Bonds, to adjust the minimum balance required in the Bond Fund Reserve Account as a result of the issuance of such additional Bonds;
- (5) To pay the costs of maintaining, improving and operating the System through transfer to the Operation and Maintenance Fund; or
- (6) To be used for any other lawful purpose of the University.

The Special Reserve Fund shall be maintained with the Trustee Bank.

FLOW OF FUNDS

As the Gross Revenues derived from the System are received, they shall be deposited in accordance with state law in the Revenue Fund

maintained with the Treasurer of the State of Oklahoma. Monies in the Revenue Fund shall be drawn upon or allocated in the following order of priority:

- A. On or before the fifteenth (15th) day of the month next preceding the month principal and/or interest is due on the Bonds, and from the first revenues available, the Board of Regents shall provide for and make transfers from the Revenue Fund to the Principal and Interest Account of the Bond Fund, of an amount equal to one-half (1/2) of the principal due on the next principal payment date for each Series of Bonds, and the semi-annual interest requirements due on the next interest payment date for each Series of Bonds. Adjustment of such transfers may be made for capitalized amounts for principal or interest payments, for other surplus balances in the Principal and Interest Account, or if the first transfer is greater or less than twelve (12) months preceding the next principal payment date or greater or less than six (6) months preceding the next interest payment date.
 - (1) If the monies contained in the Principal and Interest Account of the Bond Fund on or before the fifteenth (15th) day of the month next preceding the month principal and/or interest is due on the Bonds are not sufficient to make the required principal and/or interest payments, the Trustee Bank shall transfer the additional amounts required from the following Reserves, in the following order:
 - (a) The Special Reserve Fund;
 - (b) The Bond Fund Reserve Account.
- B. If the Bond Fund Reserve Account has been depleted through withdrawals, the Board of Regents shall cause the amount remaining in the Revenue Fund, after the required transfers to the Principal and Interest Account of the Bond Fund, on or before the fifteenth (15th) day of the month next preceding the month principal and/or interest is due on the Bonds, to be transferred to the Bond Fund Reserve Account so that the required minimum balance of that Account is re-established within no more than twenty-four (24) months from the date of the original depletion.
- C. After the provision for, and segregation in the Revenue Fund of, the amounts necessary for the required transfers in paragraphs A and B above, then monies in excess of such segregated amounts may be used by the University on a monthly basis to the extent available in the Revenue Fund, or the Special Reserve Fund, by transfer of such amounts to the Operation and Maintenance Fund to pay Operation and Maintenance Expenses of the System.

- (1) As used in the General Bond Resolution, the term Operation and Maintenance Expenses means the reasonable and necessary current expenses of the University paid or accrued in operating, maintaining and repairing the System, including without limitation, among other things, cost of collecting charges for the use of the System, wages and salaries, overhead expenses, cost of routine repairs and replacements, utility services, cost of materials and supplies, and all other costs and expenses of operating, maintaining and repairing the System arising in the routine and normal course of business, but does not include, among other things, allowance for depreciation or capital replacements or reserves or improvements or additions or payment of indebtedness.

- D. On the last day of June and December of each year, after the required transfers in paragraph A through C have been made, the Board of Regents may transfer any monies remaining in the Revenue Fund to the Special Reserve Fund.

PURCHASE OF BONDS ON THE OPEN MARKET

Whenever there is in the Principal and Interest Account of the Bond Fund a surplus, not including any capitalized principal or interest amounts, in excess of the amount of principal and interest becoming due within the next twelve (12) months, and the Bond Fund Reserve Account has no insufficiency in required monthly transfers or is fully replenished if any payments have been made therefrom, the excess may be used by the Board of Regents to retire Bonds prior to maturity, either through redemption or the purchase thereof on the open market at a price not in excess of the next applicable call price of any Bonds which may be redeemed, exclusive of accrued interest.

ADDITIONAL BONDS

If and to the extent necessary to provide additional funds for completing payment of the cost of any project defined in a Series Bond Resolution, the Board of Regents may issue additional parity bonds in a total principal amount not exceeding five percent (5%) of the principal amount of the Series of Bonds issued for such a project or \$100,000, whichever is greater, which Bonds may be issued under and secured by the General Bond Resolution without additional qualification.

The Board of Regents may also issue additional Bonds payable from the revenues derived from the System pari passu with the Bonds provided:

- A. The improvements and/or additions to be built or acquired from the proceeds of the additional pari passu Bonds shall be made a part of the System and its or their revenues are pledged as additional security for the Bonds.

- B. The Board of Regents are not at the time of the issuance of the additional pari passu Bonds in default as to any covenant, condition, or obligation prescribed by the General Bond Resolution and that each of the Funds and Accounts created in the General Bond Resolution shall contain the amount of money then required to be on deposit.
- C. The Net Pledged Revenues for the fiscal year or twelve month period next preceding the issuance of additional pari passu Bonds are certified by an independent certified public accountant employed by the Board of Regents or the Chief Financial Officer of the University to have been at least equal to one and twenty-five hundredths (1.25) times the average annual debt service requirement on all Bonds then outstanding and payable from the pledged revenues; in making this computation the final maturities or any other balloon maturities of each Series of Bonds shall be reduced by the proportionate amount in the Bond Fund Reserve Account allocated to the Series and by any amount yet to be paid pursuant to monthly required installment payments to establish a minimum required balance.
- (1) As used in the General Bond Resolution, the term "Net Pledged Revenues" shall mean the collections of pledged student fees, including but not limited to, collection of the Student Facility Fee and the allocation of the Student Activity Fee, the annual commitment of the Athletic Department, investment earnings on debt service funds available for investment, and the revenues derived from the operation of the System by the Board of Regents and pledged under the General Bond Resolution, excluding any proceeds of eminent domain, insurance policies and the sale of property or other assets.
 - (2) In preparing computations to determine Net Pledged Revenues for certification or estimate, actual pledged revenues for any period may be adjusted to reflect the result of any changes in pledged fees, rates or other charges, provided such changes are made effective at or prior to the issuance of the additional Bonds.
- D. The estimated earnings of the improvements and/or additions to be constructed with the proceeds of such additional pari passu Bonds, when added to the estimated future Net Pledged Revenues, including student fees, shall equal at least one and twenty-five hundredths (1.25) times the average annual debt service requirement on all Bonds then outstanding and payable from the pledged revenues of the System and on the additional pari passu Series of Bonds to be issued; in making this computation the final maturities or any other balloon maturities of each Series of Bonds shall be reduced by the proportionate amount in the Bond Fund Reserve Account allocated to the Series and by any amount yet to be

paid pursuant to monthly required installment payments to establish a minimum required balance. Such estimate shall be made by a recognized Management Consultant or by the Chief Financial Officer of the University and approved by the President of the University and the Board of Regents.

- E. The monies in the Bond Fund shall be used for the payment of the principal and interest requirements of all Bonds equally. In the event additional Bonds are issued pari passu with the Bonds, as herein provided, the Series Resolution authorizing additional Bonds shall provide for an identical Flow of Funds as heretofore prescribed, and shall specify that all revenue deposited into the Funds and Accounts already established shall be commingled or if there is more than one Trustee Bank the monies shall be considered to be commingled for the benefit of all the holders of the Bonds. It shall provide for payment of such sums into the Bond Fund Reserve Account as an additional reserve, so that the Bond Fund Reserve Account will in not more than five (5) years after the expiration of any period of capitalized principal or interest contain a balance of not less than the maximum annual principal and interest requirement on all Bonds, exclusive of the final maturity or any balloon maturity for which a reserve or other non-recurring funds are established for such Series of Bonds.
- F. If it is required in a Series Bond Resolution authorizing subsequently issued bonds pari passu with this issue of Bonds, that surplus revenues to be used to accelerate retirement of debt, such provisions shall apply on a pro rata basis to all Bonds.

Nothing shall prevent the Board of Regents from issuing refunding bonds payable from the pledged income, nor prevent the Board of Regents from issuing additional bonds payable from and constituting a lien, pledge, or charge on the pledged income junior and inferior to the Bonds.

ARBITRAGE

Notwithstanding any of the provisions hereof, monies in the various funds and accounts created in the General Bond Resolution shall not be allowed to accumulate or be invested in a manner which would result in the Bonds constituting "arbitrage bonds" within the meaning of Section 103(c) of the Internal Revenue Code of 1954, as amended.

INVESTMENTS

Monies contained in the Project Fund shall be continuously invested and reinvested in direct obligations of the United States of America, or in obligations the principal and interest of which are unconditionally guaranteed by the United States of America or in certificates of deposit which are collaterally secured as are other public

funds, that shall mature not later than the respective dates, as estimated, when the monies in that Fund shall be required for the purposes intended.

Monies contained in the Bond Fund and the Special Reserve Fund shall be continuously invested and reinvested by the Trustee Bank at the direction of the Board of Regents in securities that shall mature in a manner consistent with the use of the monies contained in such Funds but within no more than five (5) years. These monies may be invested in direct general obligations of, or obligations which are unconditionally guaranteed by, the United States of America; bonds, debentures, or notes issued by any of the following agencies: Bank for Cooperatives, Federal Land Banks, or Federal National Mortgage Association, including Participation Certificates; Public Housing Bonds, Temporary Notes, or Preliminary Loan Notes, fully secured by contracts with the United States of America; full faith and credit direct and general obligations of any state, or unlimited tax direct and general obligations of any political subdivision thereof, to the payment of which the full faith and credit of such political subdivision is pledged, provided that at the time of purchase such obligations are rated in any of the three highest rating categories by a nationally recognized bond rating agency and are legal investments for fiduciaries in both New York and Oklahoma; and bank savings accounts, or time certificates of deposits, or certificates of deposit, including those issued by the Trustee Bank, provided that such accounts or certificates are collaterally secured by securities which themselves are, after consideration of Federal Deposit Insurance Company coverage, previously described as being eligible and have a market value at least equal to the amount held in such bank savings account or held under such certificates of deposit.

Interest earned on the investment of the Project Fund; the Principal and Interest Account and the Bond Fund Reserve Account of the Bond Fund; and the Special Reserve Fund shall be deposited in the Account or Fund from which it was derived. When not required to meet requirements as set out in the General Bond Resolution the investment income and other monies contained in the Bond Fund Reserve Account in excess of the minimum balance required in that Account, may at the discretion of the Board of Regents, be transferred to the Principal and Interest Account to reduce principal and interest requirements or to effect the purchase or redemption of Bonds prior to stated maturity or be transferred to the Special Reserve Fund.

DEPOSITORY OF FUNDS AND SECURITY FOR DEPOSITS

The Project Fund, the Revenue Fund and the Operation and Maintenance Fund shall be maintained by the Treasurer of the State of Oklahoma. The Bond Fund, including the Principal and Interest Account and the Bond Fund Reserve Account, and the Special Reserve Fund shall be maintained with the Trustee Bank as special trust funds for the benefit of the holders of the Bonds and shall not be subject to lien or attachment by any creditors of the Board of Regents or the University. The money in those Funds shall be continuously

secured as are deposits of the State of Oklahoma or in the manner prescribed by Federal Law for securing trust funds, which qualified securities shall have a market value of not less than the total amounts on deposit in those Funds.

The Trustee Bank shall, in due season prior to the dates on which principal and interest fall due, make proper arrangements with any bank or agency, which is serving as the additional paying agent for the Bonds, in order that all Bonds and coupons shall be paid promptly upon presentation at either place of payment.

PARTICULAR COVENANTS

The Board of Regents covenants and agrees in the General Bond Resolution to the following:

- A. It shall punctually pay all principal, interest and redemption premium, if any, when due on the Bonds and will faithfully observe and perform all agreements, covenants, and obligations to be performed under the General Bond Resolution.
- B. It shall not create any pledge, lien, charge, or other encumbrance upon the pledged income, superior to the liens and pledges created by the General Bond Resolution.
- C. It shall impose and collect fees and charges for the use of the facilities of the System; and further that it shall impose and collect from each student enrolled at the University the Student Facility Fee in the amount of \$10.00 per student enrolled for each regular semester and \$5.00 per student enrolled for the Summer semester, and that this Student Facility Fee shall be increased upon completion of the Huston Huffman Physical Fitness Center, but in any event not later than the Spring 1982 semester, to \$25.00 per student enrolled for each regular semester and \$12.50 per student enrolled for the Summer semester, as authorized by the Oklahoma State Regents for Higher Education; and further that it shall impose and collect the Student Activity Fee in the amount of \$1.75 per Student Credit Hour, as authorized by the Oklahoma State Regents for Higher Education, and that it shall annually allocate, or cause to be allocated, an amount of at least \$150,000 from the collections of that Student Activity Fee; and further that it shall annually allocate, or cause to be allocated, revenues of the Athletic Department of the University in the minimum amount of \$100,000 per year (subject to the prior lien on such revenues by the Board of Regents Stadium System Revenue Bonds, Series 1974 and any bonds issued on a parity therewith); which fees, charges and other revenues collectively are calculated to be sufficient to permit the payment of the debt service requirements on the Bonds and any other requirements specified under the General Bond Resolution.

- D. It shall proceed with all reasonable dispatch to complete any project funded with the proceeds of Bonds; shall pay or cause to be paid any governmental charges lawfully imposed on the System and will keep the System free from all judgments, mechanics' and materialmen's liens and all other encumbrances; shall at all times operate and maintain, or provide for the operation and maintenance of, the System in an efficient manner and at a reasonable cost, so that at all times the business of operating the System shall be properly and advantageously conducted; shall not maintain or operate, nor permit to be maintained or operated, facilities which will diminish the revenues to be received from the operation of the System; and shall at all times keep the System in good repair, working order, and condition; shall make all necessary repairs, renewals, replacements, additions, extensions, and betterments thereto; and shall pay the costs of such activities from legally available sources of the University.
- E. It shall keep the System, including its equipment and furnishings, reasonably and continuously insured through fire and extended coverage insurance against loss or damage by fire, lightning, windstorm, explosion and other hazards in amounts sufficient to provide the full insurable value of the damaged property. In case of loss, the proceeds of the insurance shall be promptly applied to the repair or restoration of the damaged or destroyed property and contents to their former condition or deposited in the Principal and Interest Account of the Bond Fund to be applied, with any other money legally available for such purposes, to the retirement of the Bonds. The Board of Regents shall also carry Use and Occupancy, or similar type, insurance that is reasonably available in an amount sufficient to enable the Board of Regents to deposit in the Bond Fund, out of the proceeds of such insurance, an amount equal to the sum which would have been normally available for deposit in such Fund during the period in which the structure is not available for use. All proceeds derived from such use and occupancy policies shall be deposited in the Principal and Interest Account of the Bond Fund. Each such insurance policy shall be acceptable to the Trustee Bank, and shall contain a loss payable clause making any loss thereunder payable to the Trustee Bank for deposit in the Principal and Interest Account of the Bond Fund as its interest may appear.
- F. It shall keep proper books of record and account (separate and apart from all other records and accounts) in which complete and correct entries shall be made of all transactions relating to the operation and maintenance of the System and the allocation and application of the revenues thereof, and such books shall be available for inspection by the Trustee Bank and the holder of any of the Bonds at reasonable hours and under reasonable conditions. Not

more than six (6) months after the close of each fiscal year, the Board agrees to furnish to the Trustee Bank, the Financial Consultant, and each holder of any of the Bonds who may so request, a complete operating and income statement covering the operation of the System for such year, certified by a firm of certified public accountants to be employed by the Board of Regents.

- G. It may at any time sell, destroy, abandon, or otherwise dispose of or alter any project constructed or acquired with the proceeds of Bonds, provided that it is in full compliance with all covenants and undertakings in connection with all of its Bonds or other obligations then outstanding and payable from the pledged income and if:
- (1) The facilities or property to be abandoned or destroyed are certified by the President of the University to be no longer economically usable and the facilities or property are replaced by other facilities or property of at least equal value or utility, or other provision is made which benefits the System.
 - (2) The proceeds from the sale or other dispositions are applied to purchase or redemption of outstanding Bonds in accordance with the provisions of the General Bond Resolution by deposit of such proceeds in the Principal and Interest Account of the Bond Fund.
- H. If any equipment or furnishings included in the System or any project, constructed or acquired with the proceeds of Bonds, is sold, destroyed, abandoned or otherwise disposed of, it shall be replaced with equipment of not less than equal value and utility.
- I. Upon the occurrence of an event of default as defined in the General Bond Resolution, among other things, the holders of fifty-one percent (51%) of the principal amount of the Bonds then outstanding may, or the Trustee Bank shall upon written request of the holders of the fifty-one percent (51%) of the principal amount of the Bonds then outstanding, apply to a court of competent jurisdiction to have a temporary trustee or trustees appointed to enter into possession of the System and to operate it, manage it and collect the revenues therefrom, including the exercise of its discretion in the establishment of rates, until the default is remedied or until all Bonds are retired or provision for payment is made, whichever occurs first. The temporary trustee or trustees shall receive a reasonable fee for services rendered as may be fixed by the court and shall be reimbursed for any expenses incurred, to be paid from the revenues of the System.

CONCERNING THE TRUSTEE BANK

The Board of Regents by any Series Resolution may appoint a Trustee Bank or co-trustees. In the event a co-trustee is appointed, the co-trustee may establish and maintain the Bond Fund and the Special Reserve Fund to contain a proportionate amount attributable to a particular series of Bonds. Regardless of the appointment of co-trustees and the holding of the Bond Fund and the Special Reserve Fund by more than one trustee bank, the monies in those Funds and their Accounts shall be considered commingled and shall be administered accordingly.

In the General Bond Resolution, the exculpatory clauses will be limited to the following:

- A. The Trustee Bank shall be entitled to rely upon the advice of attorneys, professional architects, and accountants, and any act or omission to act done or omitted by the Trustee Bank in reliance upon such advice and counsel shall not constitute negligence.
- B. The Trustee Bank shall not be required to take notice or be deemed to have notice of any state of default hereunder unless such notice be given in writing by a Bondholder.
- C. The Trustee Bank may execute any trusts or powers hereunder and perform any duties hereunder through employees, attorneys, agents or servants, and it shall be entitled to advice of counsel in regard thereto, and may receive or recover any reasonable costs or expenses in connection therewith.
- D. The Trustee Bank shall not be responsible for doing or performing any thing or act which the Board of Regents shall have covenanted to do or perform, or for any other compliance with any covenant by the Board of Regents, or for the sufficiency of the security for the Bonds issued, or otherwise as to maintenance of such security; nor shall the Trustee Bank be bound to ascertain or inquire as to the performance of any covenant, condition or agreement by the Board of Regents, but it may require full information and advice in regard to any of the foregoing.
- E. The Trustee Bank shall not be accountable for the use of any Bonds authenticated or delivered, or for any of the proceeds of such Bonds after the same shall have been paid out by it; and the holders of the Bonds shall not be entitled to any interest from the Trustee Bank on funds in its hands for payment of the same.
- F. The Trustee Bank shall not be accountable for acting upon any notice, requisition, request, consent, certificate, order, affidavit or other information believed by it to be genuine and correct and to have been signed or sent by the person or persons proper to have done so.

- G. The Trustee Bank shall not be bound to recognize any person or persons as a Bondholder or Bondholders or to take action at his or their request, unless such Bond or Bonds be deposited with the Trustee Bank or submitted to it for inspection; and any action taken by the Trustee Bank pursuant to the General Bond Resolution upon request or authority of the Bondholders shall be conclusive and binding upon all future owners of the same Bond or any Bonds issued in exchange therefor or in place thereof.

DEFEASANCE

If the Board of Regents shall pay, or cause to be paid, the principal or redemption price, if applicable, and interest due or to become due on all Bonds and coupons, then the pledge of any revenues and other monies and securities pledged under the General Bond Resolution and all covenants, agreements and other obligations of the Board of Regents to the Bondholders shall thereupon terminate and be discharged, and the Trustee Bank or co-trustees shall pay over or deliver to the Board of Regents all monies or securities held by them pursuant to the General Bond Resolution which are not required for the payment of Bonds and coupons, and such Bonds shall cease to be entitled to any lien or security under the General Bond Resolution.

Bonds or coupons for which monies shall have been set aside and held in trust for the payment or redemption thereof at the maturity or redemption date, shall be deemed to have been paid within the meaning of the above paragraph under certain conditions in the General Bond Resolution.

MISCELLANEOUS

If at any future date, it is determined by the Attorney General of the State of Oklahoma or any court of competent jurisdiction that under existing statutes any funds or accounts created by the General Bond Resolution or a Series Bond Resolution should appropriately be maintained by the Treasurer of the State of Oklahoma, then such funds or accounts shall be transferred from the Trustee Bank accordingly.

All actions discretionary with the Board of Regents with regard to transfers of monies, investment of funds and purchase of Bonds on the open market may be accomplished by the Chief Financial Officer of the Norman Campus, with the approval of the Chief Executive Officer of the Norman Campus, as agents for the Board of Regents without obtaining formal approval of the Board of Regents.

SUMMARY OF CERTAIN PROVISIONS OF THE SERIES 1979 BOND RESOLUTION

The following is a summary of certain provisions of the Student Facilities System, Series 1979 Bond Resolution, dated as of November 1, 1979, between the University and the Trustee Bank, as Trustee for the Bondholders. Reference is made to the Series 1979 Bond Resolution for a complete recital of its terms and provisions.

GENERAL

The Series 1979 Bonds will be authorized and issued under the terms of a Series 1979 Bond Resolution. The dates, maturities, terms of redemption and other particulars of the Series 1979 Bonds are set out in the Sections of this Official Statement entitled "Maturity Schedule" and "The Bonds".

BOND PROCEEDS

The proceeds of the Series 1979 Bonds, excluding accrued interest, if any, shall be deposited with the Treasurer of the State of Oklahoma to the credit of a special fund entitled the "University of Oklahoma Student Facilities System Revenue Bonds, Series 1979 Project Fund" (the "Series 1979 Project Fund"). Monies contained in the Series 1979 Project Fund shall be drawn upon, with proper authorization, for the following purposes:

- A. To pay the professional and miscellaneous expenses incidental and necessary to the issuance of the Series 1979 Bonds;
- B. To transfer to the Trustee Bank the amount necessary for the immediate purchase of the Government Securities in the name of the Co-Escrow Agents for the Refunding Escrow Account which Government Securities, when added to any cash transferred or Non Series 1979 Bond Proceeds contributed by the University for deposit to the Refunding Escrow Account, will be sufficient to advance refund the Refunded Bonds and defease the Bond Resolutions and related Trust Agreements pertaining to the Series "A" Bonds and the Series "B" Bonds of the Student Facilities System of 1971 Bonds.
- C. To transfer to the Trustee Bank the amount of \$ _____ as capitalized interest toward the Series 1979 Bonds interest requirements for deposit into the Principal and Interest Account of the Bond Fund;
- D. To transfer to the Trustee Bank any amount necessary to equal, after receipt of the Bond Fund Reserve Account of transfers of other funds available in the Reserve Funds previously established for the Refunded Bonds, the maximum annual principal and interest requirement on the Series 1979 Bonds for deposit into the Reserve Account of the Bond Fund;
- E. To pay construction and acquisition costs for and to complete the development of, the Huston Huffman Physical Fitness Center and the Lloyd Noble Center surface parking and other improvements; and
- F. When all costs pertaining to the Huston Huffman Physical Fitness Center construction and the Lloyd Noble Center

surface parking and other improvements have been paid, any monies remaining in the Series 1979 Project Fund shall be transferred to the Trustee Bank for deposit into the Special Reserve Fund.

Accrued interest shall be paid to the Trustee Bank at the time the Series 1979 Bond proceeds are received. The Trustee Bank shall deposit such accrued interest in the Principal and Interest Account of the Bond Fund.

BOND FUND RESERVE ACCOUNT

Upon delivery of and payment for the Series 1979 Bonds, an amount equal to the maximum annual principal and interest requirement on the Series 1979 Bonds shall be transferred to the Trustee Bank from funds available to the University in the Reserve Funds previously established for the Refunded Bonds. Such amount transferred shall be deposited into the Bond Fund Reserve Account. Such amount shall be maintained as a minimum balance and may be used to prevent any default in paying the principal of and interest on the Series 1979 Bonds or to pay the final maturing Series 1979 Bonds and interest thereon.

REDEMPTION OF BONDS

The Series 1979 Bonds shall be subject to redemption prior to maturity as set forth under the "Redemption Provisions" heading in the section of this Official Statement entitled "The Bonds".

ADDITIONAL BONDS

The General Bond Resolution provides that if and to the extent necessary to provide additional funds to complete the payment of costs of construction of the Huston Huffman Physical Fitness Center or the Lloyd Noble Center surface parking and other improvements, the Board of Regents may issue additional parity bonds in a total principal amount not exceeding five percent (5%) of the principal amount of the Series 1979 Bonds, without additional qualification.

THE UNIVERSITY OF OKLAHOMA

GENERAL

At the first meeting of the territorial legislature of Oklahoma on December 19, 1890, legislation was enacted which called for the building of three institutions of higher education, a normal school at Edmond, an agricultural and mechanical school at Stillwater and a university at Norman. This legislation marked the beginning of the University of Oklahoma. In 1892, the University opened its doors in a rented building with 119 students and four faculty members. The University has since grown to include the Norman campus of approximately 1,000 acres, on which are located 230 buildings valued at more than \$100,000,000; and the Health Sciences Center of the University located in Oklahoma City which is in the process of

development and expansion into a multi-million dollar, 200 acre Oklahoma Health Center with the University complex as its nucleus. The University academic structure consists of sixteen colleges. Colleges located on the Norman campus include the University College, the College of Arts & Sciences, the College of Business Administration, the College of Education, the College of Engineering, the College of Environmental Design, the College of Fine Arts, the College of Liberal Studies, the College of Law, and the Graduate College. Colleges located at the Health Sciences Center campus in Oklahoma City include the College of Dentistry, College of Health, College of Medicine, College of Nursing, College of Pharmacy and the Graduate College.

The University is an accredited member of the North Central Association of Colleges and Secondary Schools. In addition, the University and its colleges, schools and departments also hold memberships in more than 60 organizations and accrediting agencies.

The University confers the bachelor's degree of arts or science in some 150 major fields of study. In addition, a broad range of graduate degrees are available, with masters and doctoral degrees being offered in 143 and 72 areas respectively. During the 1977-78 academic year, the University conferred degrees as shown in the Table below. In addition, it should be pointed out that the University recently passed an important milestone in the awarding of its one hundred thousandth degree at the 1974 spring commencement.

1977-78 Academic Year

<u>Degree</u>	<u>Norman Campus</u>	<u>Health Sciences Center</u>	<u>Total</u>
Bachelor	2,177	345	2,522
Master	1,046	118	1,164
Doctorate	128	29	157
J.D.	226	--	226
D.D.S.	--	23	23
M.D.	--	154	154

As stated previously, the main campus of the University is located in Norman, Oklahoma, approximately 20 miles south of Oklahoma City. Norman is the fourth largest city in the State of Oklahoma with an estimated population of over 65,000.

ENROLLMENT

Total enrollment for the Fall semester of 1978 at the University totalled 25,780 students, of which 20,357 were in residence on the main campus in Norman, 2,172 were enrolled at the Oklahoma Center for Continuing Education located on the Norman campus, and 3,251 were at the Health Sciences Center in Oklahoma City and Tulsa. Total University enrollment for Spring of 1979 was 24,020 students, of which 18,614 were in residence on the main campus in Norman,

2,489 were enrolled at the Oklahoma Center for Continuing Education located on the Norman campus, and 2,917 were at the Health Sciences Center. The vast majority of students are from Oklahoma. However, the University also draws students from all 50 states of the Union and from many foreign countries.

A study of enrollment figures over the past 33 years indicates that the University has experienced a stable and substantial growth. The enrollment trends from the Fall of 1945 to the Fall of 1978 are revealed by the following figures for the Norman campus, the total shown being the actual count of all students enrolled for the Fall semester of the academic year.

<u>Year</u>	<u>Enrollment</u>	<u>Year</u>	<u>Enrollment</u>
1945	3,323	1972	19,494
1950	9,195	1973	19,647
1955	9,849	1974	19,924
1960	10,316	1975	21,316
1965	15,640	1976	20,010*
1970	18,052	1977	19,719
1971	18,441	1978	20,357

* College of Pharmacy enrollment (about 405 students) became part of the Health Sciences Center rather than Norman campus.

Under a "Plan for the '70's" designed to coordinate The Oklahoma State System for Higher Education, and a supplement thereto, the Oklahoma State Regents for Higher Education have established a policy of maintaining a maximum full time equivalent enrollment for the University (Norman Campus) of 22,000 students. For the Fall semester of 1978, the full time equivalent enrollment was 16,674 students. There are no limits on enrollment of lower division students, but the policy provides for a student mix that will balance enrollment of lower division students with enrollment of upper division and graduate students.

UNIVERSITY LIBRARIES

Resources of the University Libraries are the largest in the state, numbering over 1,400,000 volumes plus several hundred thousand pieces of other graphic records. The bulk of these materials, constituting the general library, are housed in the William Bennett Bizzell Memorial Library. The University also maintains 12 branch libraries. These include libraries serving the College of Engineering, Fine Arts and Law; those for the Schools of Architecture, Geology, and Journalism; and those serving the departments of Chemistry, Physics, and the University School. A Library Building on the Health Sciences Center campus was completed during the late summer of 1978. The newly constructed four story Health Sciences Center Library building provides library capacity of over 230,000 books with seating capacity of 600.

Included within the resources of the University Libraries are several special collections such as the renowned DeGolyer Collection in the History of Sciences and Technology which is comprised of an assembly of rare editions and source books of approximately 40,000 volumes; the Frank Phillips Collections of Indian, Oklahoma and Western History numbering nearly 30,000 volumes; the Harry W. Bass Collection in Business History; and the William Bennett Bizzell Bible Collection.

NORMAN CAMPUS FACILITIES

A most recent major addition to the Norman campus of the University is the Lloyd Noble Center which was completed during the Summer of 1975 at a total cost of approximately \$5,800,000. The Center, which serves as a multi-purpose facility for a variety of special events and also houses varsity athletic programs in basketball, wrestling and gymnastics, has a total seating capacity of 13,000 seats.

In the Spring of 1976, a new Law Center was completed which greatly expanded the classroom and library facilities of the College of Law. In addition, the Law Center has been designated as, and provides space for, the Western Regional Office of the American Academy of Judicial Education and the South Central Regional Office of the National Center for the State Courts.

The Charles B. Goddard Health Center was completed in 1971 at a cost in excess of \$1,800,000. This modern facility contains an outpatient clinic; two emergency rooms; a 54-bed hospital fully approved by the Joint Commission on Accreditation of Hospitals; and complete x-ray, laboratory, pharmacy, physical therapy and dietary facilities.

Significant additions were made to the educational facilities of the University with the recent construction of the Fred Jones, Jr. Memorial Art Center and the Physical Sciences Center. The Art Center, completed in February 1971, at a cost of \$2,400,000, houses the Museum of Art, the School of Art, and the offices of the College of Fine Arts. The Physical Sciences Center, also completed in

1971 at a cost of nearly \$4,400,000, houses the Departments of Chemistry, Math, and Physics.

Athletic facilities were also recently improved by the completion of a \$6,400,000 Stadium Expansion Program. The major parts of this Program included the construction of a new press box and a 9,000 seat upper deck on the west side of Oklahoma Memorial Stadium.

Through the Oklahoma Center for Continuing Education, the University offers part time studies at an education center originally financed primarily by a gift of \$1,850,000 received from the W. K. Kellogg Foundation. At the time this center was constructed, this was the largest grant ever made to an educational institution in Oklahoma. In 1977-78, there were approximately 1,990 programs

offered to nearly 74,025 adults through the Center of which 110 programs were provided at locations outside the United States. The instruction for the programs is provided by University of Oklahoma faculty.

OTHER NORMAN CAMPUS FACILITIES

The University also has properties at the Naval Technical Training Center, known as South Base, and the Naval Air Station of World War II, known as North Base. Three major facilities are operated at North Base: the Max Westheimer Airfield which is the largest university owned airport in the nation and is operated by the University as a municipal airport for the City of Norman, Oklahoma; the Merrick Computer Center; and the Swearingen Research Park. The Computer Center is a major data facility providing research, administrative and informational services to the University and to other institutions of the State and the region. The Swearingen Research Park is a 900 acre tract established in 1957 to provide industry and government with the opportunity to establish research laboratories at a location where University resources, skilled manpower, equipment and libraries are easily accessible. In addition, two purely recreational facilities located in the Research Park are an Olympic-sized swimming pool and the University polo field.

OTHER UNIVERSITY FACILITIES

As previously mentioned, the Health Sciences Center campus of the University is located in Oklahoma City. Facilities at other sites include the Biological Research Station located on Lake Texoma at Willis, Oklahoma; the Fisheries Research Center at Noble, Oklahoma; the Earth Sciences Observatory near Tulsa; and an adult education center at the Hacienda El Cobano in Colima, Mexico.

PRESENTLY OUTSTANDING BONDS

The statement of the outstanding bonds of the University as of the month of _____, 1979 is shown in Exhibit B. All bonds have been issued as revenue bonds. Most bonds on the Norman Campus have been issued for student housing projects or for student facilities. The outstanding bonds are issued under separate bond resolutions from the Bonds and (except for the Refunded Bonds which are to be advance refunded from a portion of the proceeds of this Bond issue and will become payable from the monies in the Refunding Escrow Account) are secured by revenue sources separate from the revenues pledged for the Bonds and do not constitute security for the Bonds.

As is shown in Exhibit B, the University had outstanding bonds of \$_____. Restricted funds totalled \$_____ leaving outstanding bonds less total restricted funds equal to \$_____ for the University.

LEGAL OPINIONS AND TAX EXEMPTION

The unqualified approving opinion of Fagin, Brown, Bush, Selvidge & Tinney, Oklahoma City, Oklahoma, Bond Counsel, shall be furnished

by the Board of Regents without expense to the purchaser. The opinion of such counsel shall state that the interest earned on the Bonds is exempt from existing Federal and State of Oklahoma Income Taxes. A transcript of the legal proceedings approved by the Attorney General of the State of Oklahoma, including a certificate that there is no litigation pending affecting the Bonds, and other closing papers shall be furnished to the purchaser without charge by the Board of Regents.

The arbitrage opinion of Haynes & Miller, Counsellors at Law, Washington, D. C., shall also be furnished to the purchaser without charge by the Board of Regents.

NO LITIGATION

There is not currently any pending legal proceeding or legal proceedings against the University, which in the aggregate are material, nor is there any litigation against the University which would restrain or enjoin the issuance or delivery of the Bonds or questioning or affect the validity of the Bonds or the proceedings and authority under which they are to be issued. Neither the creation, organization or existence of the University nor the title of the current members of the Board of Regents or other officers of the University to their respective offices is being questioned. There is no litigation pending against the University to enter into the General Bond Resolution or the Series 1979 Bond Resolution or to secure the Bonds in the manner provided in the General Bond Resolution.

RATINGS

Moody's Investors Service, Inc. and Standard & Poor's Corporation have given the Bonds the ratings of ___ and ___, respectively. Such ratings reflect only the respective views of such organizations and an explanation of the significance of such ratings may be obtained from the rating agency furnishing the same. There is no assurance that such ratings will continue for any given period of time or that they will not be revised downward or withdrawn entirely by either or both of such rating agencies if, in the judgment of either or both, circumstances so warrant. Any such downward revision or withdrawal of such ratings, or either of them, may have an adverse effect on the market price of the Bonds.

MISCELLANEOUS

The references to and excerpts of the General Bond Resolution and the Series 1979 Bond Resolution are merely summaries of certain provisions thereof and do not purport to be the complete provisions of said documents. A copy of such documents is available from the University.

Any statements in this Official Statement and Exhibits hereto involving estimates or assumptions, whether or not expressly so stated are intended as such and no representation whatsoever is made that

such estimates or assumptions are correct or will be realized. So far as any statements are made in this Official Statement and Exhibits attached hereto involving matters of opinion, whether or not expressly so stated, they are intended as such and not as representations of fact. Neither this Official Statement, nor any statement that may have been made orally or in writing, is to be construed as a contract with the purchasers or holders of any of the Bonds.

All information contained in this Official Statement and Exhibits hereto pertaining to the University has been furnished by the University for use herein. All information contained in this Official Statement and Exhibits is subject to change and/or correction without notice and neither the delivery of the Official Statement nor any sale made hereunder shall create any implication that the information contained herein is complete or accurate in its entirety as of any date after the date hereof.

Reference is made to the Exhibits hereto which are an integral part of this Official Statement and must be read together with the rest of this Official Statement. The Bonds are special obligations of the Board of Regents payable only from the revenues described in the "Security for the Bonds" section of this Official Statement and the information presented in Exhibit C, University of Oklahoma Accounts' Report on Financial Statements and Financial Statements, is intended only as general financial information on the University.

UNDERWRITING

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This Official Statement has been approved by the Board of Regents.

BOARD OF REGENTS OF THE
UNIVERSITY OF OKLAHOMA

By: K. D. Bailey, President

ATTEST:

Barbara H. James, Executive Secretary