

MINUTES OF  
BUDGET AND CONTROL BOARD  
MEETING

June 28, 1991

011897

1158



STATE OF SOUTH CAROLINA  
**State Budget and Control Board**  
OFFICE OF THE EXECUTIVE DIRECTOR

CARROLL A. CAMPBELL, JR., CHAIRMAN  
GOVERNOR

GRADY L. PATTERSON, JR.  
STATE TREASURER

EARLE E. MORRIS, JR.  
COMPTROLLER GENERAL



P.O. BOX 12444  
COLUMBIA, SOUTH CAROLINA 29211  
(803) 734-2320

JAMES M. WADDELL, JR.  
CHAIRMAN, SENATE FINANCE COMMITTEE

WILLIAM D. BOAN  
CHAIRMAN, WAYS AND MEANS COMMITTEE

JESSE A. COLES, JR., Ph.D.  
EXECUTIVE DIRECTOR

June 28, 1991

MEMORANDUM

TO: Budget and Control Board Division Directors  
FROM: Donna K. Williams, Assistant Executive Director  
SUBJECT: Summary of Board Actions at June 28, 1991, Meeting

This listing of actions is an unofficial **summary** of the Board actions taken at the referenced meeting. The minutes of the meeting are presented in a separate, more detailed document which becomes official when approved by the Board at a subsequent meeting.

1. Adopted the agenda after adding a Division of Local Government request to encumber \$500,000 for an economic development project;
2. Adopted a resolution directing the reduction of 1990-91 appropriations otherwise authorized to carry forward into 1991-92 and authorizing the Executive Director to execute an interfund loan agreement, if necessary, which will be repaid in accord with the State Constitution and the SC Code of Laws; and
3. Authorized the Division of Local Government to encumber \$500,000 for a commitment to an economic development project.

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011898

FAX (803) 734-2117

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**MINUTES OF STATE BUDGET AND CONTROL BOARD MEETING**

**June 28, 1991**

**10:00 A. M.**

The Budget and Control Board met by means of a telephone conference call at 10:00 a.m. on Friday, June 28, 1991, with the call originating from the Office of Executive Director, 620 Wade Hampton Office Building. The following members participated in the conference call:

Governor Carroll A. Campbell, Jr., Chairman;  
Mr. Grady L. Patterson, Jr., State Treasurer;  
Mr. Earle E. Morris, Jr., Comptroller General;  
Senator James M. Waddell, Jr., Chairman, Senate Finance Committee;  
Representative William D. Boan, Chairman, Ways and Means Committee.

Governor Campbell presided over the meeting via telephone. Messrs. Patterson, Waddell and Boan were present in the conference room. Mr. Morris and Chief Deputy Attorney General Joseph D. Shine participated in the meeting via telephone.

The following staff members were present: Executive Director Jesse A. Coles, Jr.; Board Secretary Donna K. Williams; Deputy State Treasurer Sandy Huey; Senior Assistant Comptrollers General Don Lovett and George M. Lusk; Finance Committee Director of Research Robert C. Toomey; Ways and Means Committee Director of Research Frank Fusco; and other Board staff.

**Adoption of Agenda**

Upon a motion by Mr. Patterson, seconded by Mr. Morris, the Board adopted the agenda after adding a Division of Local Government request to encumber \$500,000 for a commitment to an economic development project.

**Fiscal Year 1990-91 Budget Close Out (Regular Session #1)**

Dr. Coles advised that the meeting had been called at the request of the Comptroller General's Office which is attempting to close the books for fiscal year 1990-91. He said that, while the Comptroller's Office is aware that there is a thirteenth month to implement and carry out anything that previously had been transacted, he noted that all actions must be taken prior to the close of the fiscal year to be considered. He said that all revenues to be counted in the fiscal year must have been received prior to June 30.

Dr. Coles advised that the Comptroller's Office had proposed a resolution for consideration by the Board that would put in place some procedures to deal

**011899**



Minutes of Budget and Control Board Meeting  
June 28, 1991 -- Page 2

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with any eventuality so that the State would be in a responsible position and on record prior to the end of the fiscal year with procedures that could be implemented in the event the revenues fall substantially below the projections.

Dr. Coles advised that the proposed resolution had been distributed to all Board members.

Governor Campbell said that the adoption of the resolution is a prudent fiscal action and one that should be taken as a precautionary action. He noted that South Carolina has stayed ahead of the curve in all the financial ups and downs by taking action in advance. He said that adopting the resolution is the appropriate thing to do.

Mr. Patterson moved that the Board adopt the proposed resolution. The motion was seconded by Mr. Morris.

Mr. Boan asked Mr. Shine for a clarification of the wording of the resolution and asked if, by its action today, the Board is taking all the carry forward appropriations down to \$1 and committing those carry forwards to any potential year-end shortfall.

Mr. Shine advised that the resolution is necessary to reduce all carry forward appropriations to \$1. He noted, however, that whether the accounts are reduced to \$1 will depend on the revenues received by the end of the fiscal year. He said that we won't know exactly what will happen until all the dollars are counted out and the Comptroller General is closing the books.

Mr. Morris said that the Comptroller General's Office will not confirm the amount of carryforward until July 19. He said that Board staff is reviewing the particular carry forward authorizations to see what is possible to lapse in this fiscal year. He said that the Board only has the authority to reduce appropriations, so that \$1 remaining in the accounts makes it perfectly legal and in conformity with statutes cited in the resolution. He said it is doubtful that the Board will or could take everything. He noted that the carry forward appropriations are a source of funds in the current fiscal year. He also noted that staff will determine if there are any carryforward appropriations that cannot be reduced.

Mr. Shine advised that the information on the carry forward appropriations will be available to the Board on July 17.

011900



Minutes of Budget and Control Board Meeting  
June 28, 1991 -- Page 3

Mr. Boan asked if the adoption of the resolution automatically commit those funds if the deficit exceeds the amount of carry forward. Mr. Shine advised that it does.

Mr. Boan then moved that the resolution be amended as follows:

Be it resolved by the South Carolina Budget and Control Board that in the event that the General Reserve Fund is completely exhausted and a possible 1990-91 deficit remains, the State Budget and Control Board, under the authority of Section 129.6 of the 1990-91 Appropriations Act, directs ~~the reduction of 1990-91 appropriations otherwise authorized to carry forward into 1991-92. The Comptroller General shall determine the amount of reductions necessary to allow the State to end operations without a deficit. The Comptroller General's Office shall record these reductions in such a manner that at least \$1 carries forward to 1991-92 in each reduced budgetary line item. In addition, the Comptroller General's Office shall record these reductions in compliance with a priority list to be established by the State Budget and Control Board on or before July 10, 1991~~ that unless a specific amount is stated, not more than \$1 must be transferred by the Comptroller General's Office for each carryforward provision into any 1991-92 carryforward account. The remaining balance of 1990-91 funds available for carryforward must be held until such time that the Board determines that any or all of the funds are not needed to prevent a year-end deficit.

~~In the event that each carry forward appropriation has been reduced to \$1 as provided above and a possible 1990-91 General Fund deficit should occur,~~ The State Budget and Control Board pursuant to this resolution shall execute an interfund loan agreement whereby the possible deficit amount would be borrowed from the earmarked or restricted funds, in accordance with Sections 11-9-240 through 11-9-300 of the South Carolina Code of Laws (1976, as amended).

If an interfund loan is necessary, the State Budget and Control Board will arrange to repay the loan in accordance with the State Constitution and the South Carolina Code of Laws.

The Executive Director of the State Budget and Control Board is authorized to sign the aforementioned interfund loan agreement on behalf of the State Budget and Control Board in an amount to be determined by the

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June 28, 1991 -- Page 4

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State Comptroller General at 1990-91 fiscal year end and with such agencies as determined by the State Budget and Control Board.

Mr. Boan advised that the purpose for his proposed amendment is that the Board not make a decision today on committing those carry forwards until it knows more about what will be needed when the books are closed. He expressed the view that it is the right thing for the Board to consider. He said the only real thing the Board needs to do today is to authorize the Board to borrow money in case the year ends with a shortfall. He said he does not want to vote today to commit all the carryforwards until the Board knows more about where it is and how those carryforwards may be needed.

Mr. Shine advised that this is really a policy call for the Board to make and a matter that the Comptroller General has to address specifically. He said that the ability is needed at the eleventh hour to identify sources of funds that can be applied to cover any possible deficit in general fund accounts. He said that the source of funds must be identified prior to the end of the fiscal year and be available.

Mr. Morris said that the proposed amendment does not do any great harm. He said that, on July 17, the Board will know how much can be lapsed in each of the carry forward accounts. He said that the amount of any shortfall not covered would have to be borrowed internally from restricted and other accounts.

Governor Campbell pointed out that the Board is taking action internally with monies in the State of South Carolina in the system by shifting whatever monies are necessary or borrowing to shift to cover any shortfall. He pointed out that we are not going outside of our own resources in order to keep our state budget balanced. He noted that this is a solid action and will be viewed as such in the financial marketplace.

Mr. Patterson said that Mr. Boan's amendment does no substantial harm and essentially does the same things as the original resolution proposed. He said that, unless there were other concerns, he would accept Mr. Boan's amendment to his motion to adopt the resolution. The motion was seconded by Mr. Morris. The Board unanimously approved the resolution as amended.

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**Minutes of Budget and Control Board Meeting**  
**June 28, 1991 -- Page 5**

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Information relating to this matter has been retained in these files and is identified as Exhibit 1.

**Local Government: Economic Development Project Encumbrance (Regular #2)**

Upon a motion by Mr. Patterson, seconded by Mr. Morris, the Board authorized the Division of Local Government to encumber \$500,000 of 1990-91 funds for a commitment to an economic development project.

**Adjournment**

The meeting was adjourned at 10:20 a.m.

[Secretary's Note: In compliance with Code §30-4-80, public notice of and the agenda for this meeting [as it was originally scheduled, 3 p.m. on Friday, June 28, 1991] were posted on bulletin boards in the office of the Governor's Press Secretary and in the Press Room in the State House, near the Board Secretary's office in the Wade Hampton Building, and in the lobby of the Wade Hampton Office Building at 11 a.m. on Thursday, June 27, 1991.

Subsequently, the meeting time was changed from 3 p.m. to 10 a.m. A Notice of Change in Meeting Time, along with an amended agenda indicating the revised meeting time, was posted in the above referenced locations. The news media was notified of the change in meeting time via telephone.]

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# EXHIBIT

JUN 28 1991

1

STATE BUDGET AND CONTROL BOARD

MEETING OF June 28, 1991

STATE BUDGET & CONTROL BOARD  
REGULAR SESSION

ITEM NUMBER 1

AGENCY: Budget and Control Board

SUBJECT: Fiscal Year 1990-91 Close Out

In the event the General Reserve Fund is exhausted and a possible 1990-91 general fund deficit remains, the Board is asked to adopt a resolution

- (1) directing the reduction of 1990-91 appropriations otherwise authorized to carry forward into 1991-92, and
- (2) authorizing the Executive Director to execute an interfund loan agreement, if necessary after each carry forward appropriation has been reduced, which will be repaid in accord with the State Constitution and the SC Code of Laws.

BOARD ACTION REQUESTED:

Adopt the referenced resolution.

ATTACHMENTS:

Resolution

011904

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AMENDED

STATE BUDGET AND CONTROL BOARD

Telephone Conference Call Meeting

Friday, June 28, 1991 -- 10:00 A. M.

Office of Executive Director, 620 Wade Hampton Office Building, Columbia

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REGULAR SESSION AGENDA INDEX  
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<u>Item</u>	<u>Agency</u>	<u>Subject</u>
A.		ADOPTION OF PROPOSED AGENDA
B.		REGULAR SESSION
1	Budget and Control Board	Fiscal Year 1990-91 Budget Close Out
C.		ADJOURNMENT

EXHIBIT

JUN 28 1991

1

STATE BUDGET & CONTROL BOARD

011905

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STATE BUDGET AND CONTROL BOARD

Telephone Conference Call Meeting

Friday, June 28, 1991 -- 3:00 P. M.

Office of Executive Director, 620 Wade Hampton Office Building, Columbia

REGULAR SESSION AGENDA INDEX

Item	Agency	Subject
A.		ADOPTION OF PROPOSED AGENDA
B.		REGULAR SESSION
1	Budget and Control Board	Fiscal Year 1990-91 Budget Close Out
C.		ADJOURNMENT

EXHIBIT

JUN 28 1991

STATE BUDGET & CONTROL BOARD

011906

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STATE OF SOUTH CAROLINA  
**State Budget and Control Board**  
OFFICE OF THE EXECUTIVE DIRECTOR

CARROLL A. CAMPBELL, JR., CHAIRMAN  
GOVERNOR

GRADY L. PATTERSON, JR.  
STATE TREASURER

EARLE E. MORRIS, JR.  
COMPTROLLER GENERAL

P.O. BOX 12444  
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(803) 734-2320

JAMES M. WADDELL, JR.  
CHAIRMAN, SENATE FINANCE COMMITTEE

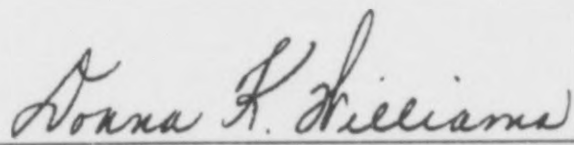
WILLIAM D. BOAN  
CHAIRMAN, WAYS AND MEANS COMMITTEE

JESSE A. COLES, JR., Ph.D.  
EXECUTIVE DIRECTOR

June 27, 1991

**NOTICE  
OF CHANGE IN MEETING TIME**

The Budget and Control Board telephone conference call meeting originating from the Office of Executive Director, 620 Wade Hampton Building in Columbia, scheduled for 3 P.M. on Friday, June 28, 1991, has been rescheduled. The meeting will begin at 10 A. M.

  
Donna K. Williams, Secretary

**EXHIBIT**

JUN 28 1991

STATE BUDGET & CONTROL BOARD

011907

FAX (803) 734-2117

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BUDGET AND CONTROL BOARD RESOLUTION

Be it resolved by the South Carolina Budget and Control Board that in the event that the General Reserve Fund is completely exhausted and a possible 1990-91 General Fund deficit remains, the State Budget and Control Board, under the authority of Section 129.6 of the 1990-91 Appropriation Act, directs the reduction of 1990-91 appropriations otherwise authorized to carry forward into 1991-92. The Comptroller General shall determine the amount of reductions necessary to allow the State to end operations without a deficit. The Comptroller General's Office shall record these reductions in such a manner that at least \$1 carries forward to 1991-92 in each reduced budgetary line-item. In addition, the Comptroller General's Office shall record these reductions in compliance with a priority list to be established by the State Budget and Control Board on or before July 19, 1991.

In the event that each carry-forward appropriation has been reduced to \$1 as provided above and a possible 1990-91 General Fund deficit should occur, the State Budget and Control Board pursuant to this resolution shall execute an interfund loan agreement, whereby the possible deficit amount would be borrowed from the earmarked fund, in accordance with Sections 11-9-240 through 11-9-300 of the South Carolina Code of Laws (1976, as amended).

If an interfund loan is necessary, the State Budget and Control Board will arrange to repay the loan in accordance with the State Constitution and the South Carolina Code of Laws.

The Executive Director of the State Budget and Control Board is authorized to sign the aforementioned interfund loan agreement on behalf of the State Budget and Control Board, in an amount to be determined by the State Comptroller General at 1990-91 fiscal year end and with such agencies as determined by the State Budget and Control Board.

Approval Date

Executive Director

EXHIBIT

Secretary to the Board

JUN 28 1991

1

STATE BUDGET & CONTROL BOARD

011908

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*Revised*

BUDGET AND CONTROL BOARD RESOLUTION

Be it resolved by the South Carolina Budget and Control Board that in the event that the General Reserve Fund is completely exhausted and a possible 1990-91 General Fund deficit remains, the State Budget and Control Board, under the authority of Section 129.6 of the 1990-91 Appropriation Act, directs the reduction of 1990-91 appropriations otherwise authorized to carry forward into 1991-92. The Comptroller General shall determine the amount of reductions necessary to allow the State to end operations without a deficit. The Comptroller General's Office shall record these reductions in such a manner that at least \$1 carries forward to 1991-92 in each reduced budgetary line-item. In addition, the Comptroller General's Office shall record these reductions in compliance with a priority list to be established by the State Budget and Control Board on or before July 19, 1991.

In the event that each carry-forward appropriation has been reduced to \$1 as provided above and a possible 1990-91 General Fund deficit should occur, the State Budget and Control Board pursuant to this resolution shall execute an interfund loan agreement, whereby the possible deficit amount would be borrowed from the earmarked or restricted funds, in accordance with Sections 11-9-240 through 11-9-300 of the South Carolina Code of Laws (1976, as amended).

If an interfund loan is necessary, the State Budget and Control Board will arrange to repay the loan in accordance with the State Constitution and the South Carolina Code of Laws.

The Executive Director of the State Budget and Control Board is authorized to sign the aforementioned interfund loan agreement on behalf of the State Budget and Control Board, in an amount to be determined by the State Comptroller General at 1990-91 fiscal year end and with such agencies as determined by the State Budget and Control Board.

\_\_\_\_\_  
Approval Date

\_\_\_\_\_  
Executive Director

**EXHIBIT**

\_\_\_\_\_  
Secretary to the Board

JUN 28 1991

1

STATE BUDGET & CONTROL BOARD

011909

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*Amended*

BUDGET AND CONTROL BOARD RESOLUTION

(A) Be it resolved by the South Carolina Budget and Control Board that in the event that the General Reserve Fund is completely exhausted and a possible 1990-91 General Fund deficit remains, the State Budget and Control Board, under the authority of Section 129.6 of the 1990-91 Appropriation Act, ~~and~~ directs that unless a specific amount is stated, not more than \$1 must be transferred by the Comptroller General's Office for each carryforward provision into any 1991-92 carryforward account. The remaining balance of 1990-91 funds available for carryforward must be held until such time that the Board determines that any or all of the funds are not needed to prevent a year-end deficit.

~~In the event that each carry-forward appropriation has been reduced to \$1 as provided above and a possible 1990-91 General Fund deficit should occur, the State Budget and Control Board pursuant to this resolution shall execute an interfund loan agreement, whereby the possible deficit amount would be borrowed from the earmarked or restricted funds, in accordance with Sections 11-9-240 through 11-9-300 of the South Carolina Code of Laws (1976, as amended).~~

If an interfund loan is necessary, the State Budget and Control Board will arrange to repay the loan in accordance with the State Constitution and the South Carolina Code of Laws.

The Executive Director of the State Budget and Control Board is authorized to sign the aforementioned interfund loan agreement on behalf of the State Budget and Control Board, in an amount to be determined by the State Comptroller General at 1990-91 fiscal year end and with such agencies as determined by the State Budget and Control Board.

Approval Date

Executive Director

**EXHIBIT**

Secretary to the Board

JUN 28 1991

1

STATE BUDGET & CONTROL BOARD

**011910**



R E S O L U T I O N  
of the  
State Budget and Control Board

Be it resolved by the South Carolina Budget and Control Board that in the event that the General Reserve Fund is completely exhausted and a possible 1990-91 General Fund deficit remains, the State Budget and Control Board, under the authority of Section 129.6 of the 1990-91 Appropriations Act, directs that unless a specific amount is stated, not more than \$1 must be transferred by the Comptroller General's Office for each carryforward provision into any 1991-92 carryforward account. The remaining balance of 1990-91 funds available for carryforward must be held until such time that the Board determines that any or all of the funds are not needed to prevent a year-end deficit.

The State Budget and Control Board, pursuant to this Resolution, shall execute an interfund loan agreement, whereby the possible deficit amount would be borrowed from the earmarked or restricted funds, in accordance with Sections 11-9-240 through 11-9-300 of the South Carolina Code of Laws (1976, as amended).

If an interfund loan is necessary, the State Budget and Control Board will arrange to repay the loan in accordance with the State Constitution and the South Carolina Code of Laws.

The Executive Director of the State Budget and Control Board is authorized to sign the aforementioned interfund loan agreement on behalf of the State Budget and Control Board in an amount to be determined by the State Comptroller General at 1990-91 fiscal year end and with such agencies as determined by the State Budget and Control Board.

  
Executive Director

  
Secretary to the Board

June 28, 1991

011911

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UNITED STATES OF AMERICA  
STATE OF SOUTH CAROLINA  
INTERFUND GOVERNMENTAL NOTE

KNOW ALL MEN BY THESE PRESENTS That the State Budget and Control Board ("Board") is justly and truly indebted to State Agencies and Institutions named by the Board at a later date from which earmarked and/or restricted funds may be used, if necessary, to fund a possible 1990-91 Fiscal Year end operating deficit, pursuant to Section 11-9-240, Code of Laws of South Carolina, 1976, as amended.

The amount borrowed will be repaid at a market interest rate and under such terms and conditions for repayment of principal and interest as the Board may determine, once a possible fiscal year end operating deficit is known in accordance with the attached Resolution, duly adopted by the State Budget and Control Board at its meeting on June 28, 1991. The Interfund Governmental Note, if entered into, shall be for a period of time not to exceed one year in an amount not to exceed the identified 1990-91 Fiscal Year end operating deficit, if any.

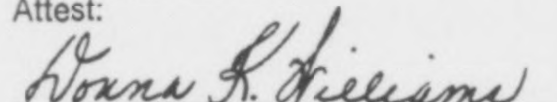
IN WITNESS WHEREOF, THE STATE BUDGET AND CONTROL BOARD has caused this Obligation to be signed on its behalf by its Executive Director, under the seal of said Board, attested by its Secretary, and to be dated the 28th day of June, 1991, A.D.

STATE BUDGET AND CONTROL BOARD

BY:   
Executive Director

(SEAL)

Attest:

  
Its Secretary

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STATE OF SOUTH CAROLINA  
OFFICE OF STATE TREASURER

COLUMBIA 29211

GRADY L. PATTERSON, JR.  
TREASURER

P. O. DRAWER 11778

June 28, 1991

The Honorable T. Travis Medlock  
Attorney General  
Post Office Box 11549  
Columbia, SC 29211

C Dear Travis:

O I am writing to confirm our telephone conversation of today wherein we discussed South Carolina Code Section 11-9-240 and the requirement for an opinion from the Attorney General related to State revenues.

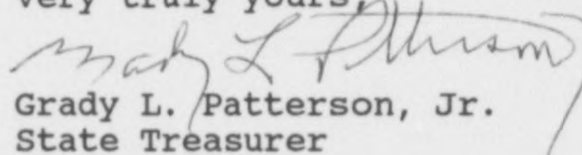
P The State Budget and Control Board, in a meeting today, passed a Resolution to address any possible 1990-91 Fiscal Year end operating deficit. One of the mechanisms which the Board may use to address a deficit, if one should occur, is to enter into an Interfund Governmental Note (copy enclosed) to cover whatever amount may be necessary if all other authorized transfers are not sufficient to cover year-end needs.

Y The authorizing statute for this borrowing requires an opinion from the State Attorney General that the State's revenues will be sufficient to repay such a debt. We can assure you that in no way will any amount to be borrowed, if required to meet a possible deficit, exceed the amount of 1991-92 Fiscal Year revenues as reflected in the Appropriations Act signed by the Governor June 12, 1991, which is \$3,582,509,712.

Please advise if you need any additional information.

With kindest regards, I am

Very truly yours,

  
Grady L. Patterson, Jr.  
State Treasurer

GLPJr:cp  
Enclosure

cc: Jesse A. Coles, Jr., Ph. D.  
Executive Director  
State Budget and Control Board

011913

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REVISED DRAFT - Language for Attorney General Opinion

Pursuant to Section 11-9-240, Code of Laws of South Carolina, 1976,  
as amended:

Revenues for the State of South Carolina for Fiscal Year 1991-92  
are determined to be the amount identified in the Appropriations  
Act signed by the Governor on June 12, 1991, as \$3,582,509,712.

The State Treasurer has certified that the amount of the Interfund  
Governmental Note authorized by the State Budget and Control Board  
in the resolution approved at its meeting June 28, 1991, shall in  
no way exceed \$3,582,509,712, the amount of the 1991-92 Fiscal Year  
Appropriations Act as signed by the Governor June 12, 1991.

Based on the information provided, I hereby offer the opinion that  
sufficient revenues will be in place to repay a debt obligated  
under the terms and conditions outlined in the Interfund  
Governmental Note dated June 28, 1991, signed and duly executed by  
the Executive Director of the State Budget and Control Board on the  
Board's behalf and in accordance with a resolution adopted at its  
meeting on June 28, 1991.

6/28/91

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**EXHIBIT**

The State of South Carolina JUN 28 1991 1



STATE BUDGET & CONTROL BOARD

T. Travis Medlock  
Attorney General

Attorney General

803-734-3970  
Columbia 29211

RECEIVED

June 28, 1991

JUN 28 1991

HAND-DELIVERED

Budget and Control Board  
Office of the Executive Director

The Honorable Grady L. Patterson, Jr.  
State Treasurer  
State Treasurer's Office  
Wade Hampton Office Building  
Post Office Drawer 11778  
Columbia, South Carolina 29211

Dear Grady,

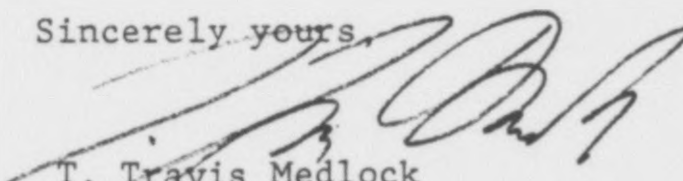
You have sent over to this Office an Interfund Governmental Note executed by the Budget and Control Board and a letter from you addressing this Note and the revenues of the State. Pursuant to the provisions of S.C. Code Ann. §11-9-240 (1) (1976) and on behalf of the Budget and Control Board, you have asked for an opinion from this Office regarding the proposed Note.

I have been informed that the revenues for the 1991-92 Appropriation Act signed by the Governor on June 12, 1991 have been identified as \$3,582,509,712. You have certified that the amount of the Interfund Governmental Note authorized by the State Budget and Control Board shall not exceed the \$3,582,509,712 amount of the 1991-92 Fiscal Year Appropriations Act.

Based on this information and the statements in your letter to me of this date, we have no reason to doubt or question the conclusions reached in your letter regarding the sufficiency of the revenues of the State to repay these loans.

With kindest regards, I am

Sincerely yours,

  
T. Travis Medlock  
Attorney General

TTM:bvc

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**T H E   E N D**

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