

MINUTES OF BUDGET AND CONTROL BOARD MEETING

OCTOBER 6, 1976 10:00 A. M.

The Budget and Control Board met at 10:00 a. m. on October 6, 1976, in the Alcoholic Beverage Control Commission Hearing Room in the Edgar A. Brown State Office Building with the following members in attendance:

Governor James B. Edwards
Mr. Grady L. Patterson, Jr.
Mr. Earle E. Morris, Jr.
Mr. F. Julian LeaMond

Senator Rembert C. Dennis was present for the morning session and was represented by Senator James Waddell in the afternoon session.

Also attending were W. T. Putnam and W. A. McInnis.

The following items of business were considered:

1977-78 BUDGET HEARINGS - The Budget and Control Board heard budget requests for fiscal year 1977-78 from the following agencies:

Water Resources Commission
Land Resources Conservation Commission
State Forestry Commission
Department of Agriculture
Wildlife and Marine Resources Department
Department of Parks, Recreation and Tourism
Disaster Preparedness Agency
Residential Home Builders Commission
Will Lou Gray Opportunity School
Department of Labor

At the conclusion of the scheduled budget hearings, the Budget and Control Board also considered the following items:

APPROVAL OF STATE INSTITUTION BOND RESOLUTION - CLEMSON UNIVERSITY -

Upon a motion by Mr. Morris, seconded by Mr. LeaMond, the Budget and Control Board unanimously adopted a Resolution authorizing the refunding of Bond Anticipation Notes in the amount of \$1,500,000 in anticipation of the issuance of State Institution Bonds for Clemson University in the amount of \$3,300,000 and also authorizing the issuance of such bonds.

A copy of this Resolution has been retained in these files and is identified as Exhibit I.

PARKS, RECREATION AND TOURISM - PROPOSED TRANSFER OF APPROPRIATED

FUNDS - At its September 28, 1976 meeting, the Budget and Control Board considered a request by Senator-elect John C. Land to authorize the expenditure of certain funds appropriated to the Department of Parks, Recreation and Tourism for a boat landing to be located on Public Service Authority property in Clarendon County. The Budget and Control Board directed the State Auditor and the Department of Parks, Recreation and Tourism to review the request to see what could be done and to bring a proposal back to the Board at a future meeting. At the present meeting, State Auditor Putnam outlined an agreement which had been worked out in response to Senator-elect Land's request under which the Department of Parks, Recreation and Tourism would transfer \$20,000 appropriated for contractual services to the Wildlife and Marine Resources Department. Mr. Putnam indicated that both agencies considered this proposed arrangement to be a satisfactory one.

Following a brief discussion of the proposal, the Budget and Control Board decided to carry over its consideration of this item to a future meeting.

STATE BOUNDARIES QUESTION - Senator James Waddell appeared before the Budget and Control Board to inform the Board of a situation developing with regard to the definition of the off-shore boundaries between South Carolina and North Carolina and between South Carolina and Georgia. Senator Waddell indicated that he has been working with the Office of the Attorney General on the matter and that he would bring back to the Board a specific proposed position when the legal research has been completed.

The Budget and Control Board received Senator Waddell's report as information.

STATE RETIREMENT DIVISION - NEW ASSISTANT CONTROLLER POSITION AND CIVIL CONTINGENT FUND REQUESTS - Mr. Purvis Collins, Director of the South Carolina Retirement System, appeared before the Budget and Control Board to request approval of a new classified position, Assistant Controller,

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STATE RETIREMENT DIVISION - NEW ASSISTANT CONTROLLER POSITION AND CIVIL CONTINGENT FUND REQUESTS - Mr. Purvis Collins, Director of the South Carolina Retirement System, appeared before the Budget and Control Board to request approval of a new classified position, Assistant Controller,

and to request a transfer of funds from the Civil Contingent Fund to pay the salary of this new position during fiscal year 1976-77. Following a brief discussion, upon a motion by Mr. LeaMond, seconded by Mr. Morris, the Budget and Control Board approved the establishment of a new classified Assistant Controller position and authorized the transfer from the Civil Contingent Fund of the funds required to pay the salary of this position during 1976-77. The approved motion also called upon the State Retirement Division to add a person with actuarial experience to its staff as a supplement to the actuarial consulting services now utilized.

Mr. Collins also requested the transfer of \$10,000 from the Civil Contingent Fund to pay for temporary help during fiscal year 1976-77. Upon a motion by Mr. Morris, seconded by Mr. Patterson, the Budget and Control Board approved the transfer of \$10,000 from the Civil Contingent Fund to the State Retirement Division to pay for temporary help during 1976-77.

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

The meeting was adjourned at 5:15 p. m.

EXHIBIT I

10/6/76

SINKLER GIBBS & SIMONS
PROFESSIONAL ASSOCIATION
ATTORNEYS & COUNSELLORS AT LAW
2 PRIOLEAU STREET
CHARLESTON, S. C. 29402

POST OFFICE BOX 340

TELEPHONE 722-3366
AREA CODE 803

October 4, 1976

Honorable William T. Putnam
State Auditor
Post Office Box 11333
Columbia, South Carolina 29211

Re: \$1,500,000 Bond Anticipation Notes of the
State of South Carolina in anticipation of the
issuance of State Institution Bonds for Clemson
University, dated October 28, 1976

Dear Bill:

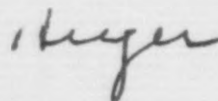
I enclose herein an original and eight (8) copies of a
Resolution to authorize the refunding of the \$1.5 Million
Bond Anticipation Notes heretofore issued for Clemson University
and which mature on October 28, 1976. The original is for the
records of the Board and the eight copies, when certified,
should be returned to me.

The interest rate has not been set out but I have provided
that it will be fixed by the State Treasurer. Grady likes to
do this only a day prior to the delivery of the Notes.

Please try to slip this in at one of your meetings this
week.

With kindest regards,

Sincerely,



HS:dn
Enclosures

378

STATE OF SOUTH CAROLINA,

COUNTY OF RICHLAND.

I, WILLIAM T. PUTNAM, Auditor of the State of South Carolina, and Secretary of the STATE BUDGET AND CONTROL BOARD, DO HEREBY CERTIFY:

That the said State Budget and Control Board is composed of the following:

His Excellency, James B. Edwards, Governor of South Carolina, and Chairman of the Board;
The Honorable Grady L. Patterson, Jr., State Treasurer;
The Honorable Earle E. Morris, Jr., Comptroller General of South Carolina;
The Honorable Rembert C. Dennis, Chairman of the Senate Finance Committee; and
The Honorable F. Julian Leamond, Chairman of the House Ways and Means Committee.

That due notice of meeting of said Board, called to be held in room 219, Edgar A. Brown State Office Building, in Columbia, South Carolina, at _____, .M., _____, the _____ day of October, 1976, was given to all members in writing, and at least four days prior to said meeting date; that all members of said Board were present at said meeting, with the exception of:

That at said meeting, a Resolution of which the attached is a true, correct and verbatim copy, was introduced by _____, who moved its adoption; said motion was seconded by _____, and upon the vote being taken and recorded it appeared that the following votes were cast:

FOR MOTION

AGAINST MOTION

SINKLER GIBBS & SIMONS
PROFESSIONAL ASSOCIATION
ATTORNEYS & COUNSELLORS AT LAW
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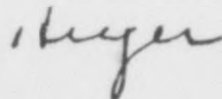
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Please try to slip this in at one of your meetings this
week.

With kindest regards,

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HS:dn
Enclosures

A RESOLUTION
AUTHORIZING THE ISSUANCE OF \$1,500,000 BOND ANTICIPATION
NOTES OF THE STATE OF SOUTH CAROLINA IN ANTICIPATION OF THE
ISSUANCE OF STATE INSTITUTION BONDS OF THE STATE OF SOUTH
CAROLINA FOR CLEMSON UNIVERSITY IN ORDER TO REFUND A LIKE
AMOUNT OF SUCH NOTES MATURING OCTOBER 28, 1976.

BE IT RESOLVED BY THE STATE BUDGET AND CONTROL BOARD OF
THE STATE OF SOUTH CAROLINA:

SECTION 1.

O As an incident to the adoption of this Resolution and
R the issuance of the Bond Anticipation Notes herein authorized,
I the State Budget and Control Board of the State of South
I Carolina (the State Board) finds:

G 1. By the provisions of Chapter 2, Title 22, Code of
I Laws of South Carolina, 1962, as amended, (Chapter 2), the
N Governor and the State Treasurer of South Carolina, when
A requested by the State Board, are duly authorized and empowered
L to issue State Institution Bonds of the State of South Carolina
for the purposes set forth in Chapter 2.

For the payment of the principal of and interest on the
bonds issued pursuant to Chapter 2, there are to be pledged
the full faith, credit and taxing power of the State of South
Carolina, and in addition thereto and subject to the limitations
in Chapter 2, all of the tuition fees deposited with the State
Treasurer by the State Institution for which State Institution
Bonds are issued.

SECTION 2.

The constitutionality of Chapter 2 was upheld by an opinion of the Supreme Court of the State of South Carolina in a declaratory judgment suit entitled "Arthur v. Byrnes, 224 SC 51, 71 SE2d 311".

SECTION 3.

Application was heretofore made by Clemson University for the issuance of \$2,400,000 of State Institution Bonds for Clemson University, and pending action with respect to the issuance of such bonds, for a sale of Bond Anticipation Notes in the amount of \$1,500,000. Such application contemplated that the proceeds of the bonds sought to be issued will be applied to:

- (1) The enlargement and improvement of academic, student activity and service facilities;
- (2) The expansion and improvement of utility systems, walks, drives, and parking areas; and
- (3) The acquisition of additional properties.

Accompanying the application are Exhibits which establish the right of the State Board to issue State Institution Bonds to Clemson University to the extent of \$2,400,000. Such application has now been amended by an application evidenced by a Resolution of the Board of Trustees of Clemson University dated July 23, 1976 seeking the issuance of State Institution Bonds in the principal amount of \$3,300,000.

SECTION 4.

On the basis of the original application, the State Board authorized and empowered the Governor and State Treasurer to issue Bond Anticipation Notes in the principal amount of \$1,500,000. Such Notes were afterwards issued on December 30, 1975 and were expressed to mature on May 31, 1976. Such Notes were refunded by a like amount of Notes dated May 31, 1976 and maturing on October 28, 1976.

SECTION 5.

On the occasion that the State Board last took action with respect to the Bond Anticipation Notes on behalf of Clemson University, it was expected that an issue of State Institution Bonds for several State institutions would be issued prior to October 28, 1976. It now appears unlikely that an issue of State Institution Bonds of sufficient size to warrant the expense of marketing will be issued prior to January 1977 and, accordingly, it is deemed desirable to refund the Notes issued on May 31, 1976.

SECTION 6.

The outstanding Bond Anticipation Notes are held by each of First National Bank of South Carolina, The Citizens and Southern National Bank of South Carolina, The South Carolina National Bank and Bankers Trust of South Carolina. Following informal negotiations by the State Treasurer, it has been agreed that,

subject to approval by the State Board, each of these banking institutions will accept, in lieu of payment, a refunding Note of like principal amount, to mature on the 31st day of January, 1977.

SECTION 7.

The State Board is authorized by Act No. 116 of the Acts of the General Assembly of the State of South Carolina for the year 1965, as amended (Act 116), to issue Bond Anticipation Notes in anticipation of receiving the proceeds of the State Institution Bonds hereafter to be issued, and if deemed appropriate, to refund the same.

SECTION 8.

The State Board has made the reviews required by Chapter 2, and has for itself, ascertained the need for the improvements to be acquired with the proceeds of the bonds hereafter to be issued, and has found that a satisfactory and proper schedule of tuition fees is in effect and that the aggregate of tuition fees meets the earnings test prescribed by Chapter 2.

SECTION 9

Accordingly, it is the purpose of this Resolution to:

(a) Approve the amended Resolution heretofore filed and to authorize the Governor and the State Treasurer to issue

State Institution Bonds of the State of South Carolina for Clemson University in the aggregate principal amount of not exceeding \$3,300,000 and to make immediate provision for the issuance of \$1,500,000 Bond Anticipation Notes to effect payment of the outstanding Bond Anticipation Notes maturing October 28, 1976;

(b) Establish the obligation of the State of South Carolina to effect the issuance of such State Institution Bonds to the extent of not exceeding \$3,300,000 for Clemson University;

(c) Authorize the Governor and State Treasurer to effect the issuance of \$1,500,000 Bond Anticipation Notes with which to effect the payment of the outstanding Bond Anticipation Notes; and

(d) Direct the State Treasurer to effect payment of the interest due on the outstanding Bond Anticipation Notes from accumulations of revenues available to retire State Institution Bonds of Clemson University.

SECTION 10.

The authorization previously granted to the Governor and State Treasurer to effect the issuance of Two Million Four Hundred Thousand Dollars (\$2,400,000) State Institution Bonds of Clemson University is enlarged to not exceeding \$3,300,000.

SECTION 11.

That there shall be issued by the State of South Carolina Bond Anticipation Notes of the State of South Carolina, in the aggregate principal amount of \$1,500,000, which shall bear date October 28, 1976 and shall mature on January 31, 1977.

SECTION 12.

The said Notes shall be numbered from 1 to 4, inclusive, shall be in the denomination of \$375,000 each, shall bear interest at a rate agreed to by the State Treasurer and to be determined on such occasion as shall be selected by the State Treasurer, and shall be payable both as to principal and interest at the office of the State Treasurer in the City of Columbia, South Carolina.

SECTION 13.

The said Notes shall be executed on behalf of the State of South Carolina by the manual signature of the Governor and by the manual signature of the State Treasurer, and the Great Seal of the State of South Carolina shall be impressed thereon, and the same shall be attested by the manual signature of the Secretary of State.

SECTION 14.

The said Notes shall be substantially in the form attached hereto as "EXHIBIT A".

SECTION 15.

For the payment of the principal of and interest on the said Notes, as the same shall fall due, the full faith, credit and taxing power of the State of South Carolina shall be pledged, and in addition thereto, so much of the principal proceeds of the State Institution Bonds authorized by Section 9, infra, as are necessary therefor, are hereby pledged, and the State Treasurer, upon receipt of the proceeds of said State Institution Bonds be, and he is hereby authorized to apply such proceeds to such payment.

SECTION 16.

This Board covenants on behalf of the State of South Carolina that State Institution Bonds of the State of South Carolina shall be issued in an aggregate principal amount sufficient to provide for the retirement of all Bond Anticipation Notes herein authorized to be issued.

SECTION 17.

The said Bond Anticipation Notes shall be forthwith prepared, executed in the manner hereinabove set forth, and thereafter delivered to the purchaser thereof, upon receipt of the proceeds thereof. The said Notes shall be exchanged for the outstanding Notes and thereupon the outstanding Notes shall be duly cancelled.

SECTION 18.

Interest on the outstanding Notes due on October 28, 1976 computed from May 31, 1976 to October 28, 1976 at the rate of 3.8% per annum shall be paid from the accumulation of tuition fees applicable to the retirement of State Institution Bonds issued on behalf of Clemson University.

SECTION 19.

A certified copy of this Resolution shall be transmitted to each of the Governor and the State Treasurer, as a means of authorizing the issuance of said Notes and apprising them of the action taken by this Board as above set forth.

UNITED STATES OF AMERICA
STATE OF SOUTH CAROLINA
BOND ANTICIPATION NOTE
ISSUED PURSUANT TO ACT NO. 116 OF THE ACTS OF 1965, AS AMENDED
(FOR CLEMSON UNIVERSITY)

No. _____

\$375,000

KNOW ALL MEN BY THESE PRESENTS that the STATE OF SOUTH CAROLINA hereby acknowledges itself indebted, and for value received, promises to pay to the order of

the sum of

THREE HUNDRED SEVENTY FIVE THOUSAND DOLLARS (\$375,000)
at the office of the State Treasurer, in the City of Columbia, South Carolina, on the 31st day of January, 1977, and to pay interest on said principal sum from the date hereof, at the rate of _____% per annum, payable upon the maturity of this Note.

Both the principal of and interest on this Note are payable in any coin or currency of the United States of America which is, at the time of payment, legal tender for the payment of public and private debts.

THIS NOTE is one of an issue of Bond Anticipation Notes of like date and tenor, in the aggregate principal amount of \$1,500,000, issued by the State of South Carolina, pursuant to the authorizations of Act No. 116 of the Acts of the General Assembly of the State of South Carolina for the year

1965, as amended, in anticipation of the proceeds to be derived from the sale of State Institution Bonds of the State of South Carolina for Clemson University to be issued pursuant to the authorizations of Chapter 2, Title 22, Code of Laws of South Carolina, 1962, as amended. For the payment of the principal of and interest on this Note, the full faith, credit and taxing power of the State of South Carolina are pledged and, in addition, the proceeds to be derived from the sale of bonds, in anticipation of which the Note is issued.

THIS NOTE and the interest hereon are exempt from all State, County, Municipal, School District, and all other taxes or assessments of the State of South Carolina, direct or indirect, general or special, whether imposed for the purpose of general revenue or otherwise, except inheritance, estate or transfer taxes.

IT IS HEREBY CERTIFIED AND RECITED that all acts, conditions and things required by the Constitution and Laws of the State of South Carolina to exist, to happen, or to be performed precedent to or in the issuance of this Note, do exist, have happened, and have been performed in regular and due time, form and manner.

IN WITNESS WHEREOF, the STATE OF SOUTH CAROLINA has caused this Note to be signed by the Governor of South Carolina and by the State Treasurer of South Carolina, and

the Great Seal of the State to be impressed hereon, attested
by the Secretary of State of South Carolina, and this Note
to be dated the 28th day of October, A. D. 1976.

BY _____
Governor

(SEAL)

BY _____
State Treasurer

Attest:

Secretary of State

STATE OF SOUTH CAROLINA,

COUNTY OF RICHLAND.

I, WILLIAM T. PUTNAM, Auditor of the State of South Carolina, and Secretary of the STATE BUDGET AND CONTROL BOARD, DO HEREBY CERTIFY:

That the said State Budget and Control Board is composed of the following:

His Excellency, James B. Edwards, Governor of South Carolina, and Chairman of the Board;
The Honorable Grady L. Patterson, Jr., State Treasurer;
The Honorable Earle E. Morris, Jr., Comptroller General of South Carolina;
The Honorable Rembert C. Dennis, Chairman of the Senate Finance Committee; and
The Honorable F. Julian LeaMond, Chairman of the House Ways and Means Committee.

That due notice of meeting of said Board, called to be held in room 219, Edgar A. Brown State Office Building, in Columbia, South Carolina, at 10:00, A.M., Wednesday, the 6 day of October, 1976, was given to all members in writing, and at least four days prior to said meeting date; that all members of said Board were present at said meeting, with the exception of:

Sen. Rembert C. Dennis

That at said meeting, a Resolution of which the attached is a true, correct and verbatim copy, was introduced by Mr. Morris, who moved its adoption; said motion was seconded by Mr. LeaMond, and upon the vote being taken and recorded it appeared that the following votes were cast:

FOR MOTION

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AGAINST MOTION

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The Chairman thereupon declared the Resolution unanimously adopted, and the original thereof has been duly entered in the permanent records of minutes of meetings of said Board, in my custody as its Secretary.

William T. Putnam
Secretary

October 2, 1976.

A RESOLUTION
TO AMEND A RESOLUTION ADOPTED BY THE BOARD OF TRUSTEES OF
CLEMSON UNIVERSITY UNDER DATE OF NOVEMBER 14, 1975 BY
INCREASING THE AMOUNT OF THE APPLICATION FOR THE ISSUANCE
OF STATE INSTITUTION BONDS FOR CLEMSON UNIVERSITY FROM \$2.4
MILLION TO \$3.3 MILLION.

BE IT RESOLVED BY THE BOARD OF TRUSTEES OF CLEMSON
UNIVERSITY:

SECTION 1.

Under date of November 14, 1975, the Board of Trustees of Clemson University (the Trustees) adopted a Resolution making application pursuant to the provisions of Chapter 2, Title 22, Code of Laws of South Carolina, 1962, as amended, for the issuance of State Institution Bonds for Clemson University (Clemson) to the extent of \$2.4 Million. As of this date, no bonds have been issued although by reason of such application, Bond Anticipation Notes in the amount of \$1.5 Million maturing October 28, 1976 are outstanding. The Trustees now find that additional moneys will be required for further improvements and that the amount of moneys now required is estimated to be \$3.3 Million in lieu of \$2.4 Million as indicated by the Resolution of November 14, 1975. Accordingly, it is the purpose of this Resolution to amend the application of November 14, 1975 by increasing the amount of bonds sought to be issued and by further specifying purposes for which the proceeds shall be expended.

SECTION 2.

On the basis of the facts recited in Section 1, it is found and determined that \$3.3 Million is required for purposes permitted by Chapter 2, Title 22, Code of Laws of South Carolina, 1962, as amended, and that formal application for the issuance of State Institution Bonds of Clemson University to the extent of \$3.3 Million should be made.

SECTION 3.

The improvements at Clemson University (Clemson), for which the proceeds of bonds now sought to be issued will be applied, are:

- (1) Additions, enlargements and improvements of academic, student activity and service facilities,
- (2) Additions, expansions and improvements of utility systems, walks, drives, and parking areas and facilities; and
- (3) The acquisition of additional properties.

SECTION 4.

The aggregate sum received from tuition fees for the twelve calendar months preceding the month in which this application is dated, viz., the twelve calendar months beginning June 1, 1975 and ending May 31, 1976 is \$1,750,479.00.

SECTION 5.

The schedule of tuition fees now in effect at Clemson is as follows:

<u>TYPE OF STUDENT</u>	<u>TUITION FEES FOR ACADEMIC YEAR</u>
Resident Students	\$160
Non-resident Students	410

SECTION 6.

The suggested maturity schedule for bonds issued pursuant to this application is set forth as Schedule I of Exhibit A to this Resolution.

SECTION 7.

A statement showing the unmatured State Institution Bonds heretofore issued on behalf of Clemson and now outstanding, together with the annual interest and principal payments to become due is set forth as Schedule II of Exhibit A to this Resolution.

SECTION 8.

A table showing debt service on all State Institution Bonds to be outstanding for Clemson following the issuance of the bonds herein sought to be issued is set forth as Schedule III of Exhibit A to this Resolution.

SECTION 9.

A calculation establishing the right of Clemson to seek the issuance of bonds to the extent set forth in this Resolution is set forth as Schedule IV of Exhibit A to this Resolution.

SECTION 10.

The Trustees hereby agree that the schedule of tuition fees now in effect at Clemson shall be revised from time to time and whenever necessary in order to provide the annual principal

and interest requirements of all State Institution Bonds now or hereafter to be outstanding, which have been or shall be issued on behalf of Clemson.

SECTION 11.

The Secretary of the Trustees is hereby directed to present a certified copy of this Resolution, together with the Exhibits heretofore referred to, to the Budget and Control Board of South Carolina, as evidence of the formal request of the Trustees to amend the application of November 14, 1975 and to seek the issuance of \$3.3 Million State Institution Bonds on behalf of Clemson.

EXHIBIT A - SCHEDULE I

SHOWING MATURITY SCHEDULE AND (PRO FORMA) DEBT SERVICE OF A PROPOSED ISSUE OF \$3,300,000 STATE INSTITUTION BONDS FOR CLEMSON UNIVERSITY, TO BE DATED JUNE 1, 1976, TO BEAR INTEREST AT THE RATE OF 6.0% PER ANNUM, PAYABLE ON JUNE 1 AND DECEMBER 1 OF EACH YEAR, COMMENCING DECEMBER 1, 1976, AND TO MATURE ON DECEMBER 1 IN EACH YEAR AS SHOWN BELOW

CALENDAR YEAR	PRINCIPAL DUE 12-1*	INTEREST		TOTAL PRIN. & INT.
		6-1	12-1	
1976	\$ 50,000.00	\$ ---	\$99,000.00	\$149,000.00
1977	50,000.00	97,500.00	97,500.00	245,000.00
1978	75,000.00	96,000.00	96,000.00	267,000.00
1979	75,000.00	93,750.00	93,750.00	262,500.00
1980	100,000.00	91,500.00	91,500.00	283,000.00
1981	100,000.00	88,500.00	88,500.00	277,000.00
1982	300,000.00	85,500.00	85,500.00	471,000.00
1983	300,000.00	76,500.00	76,500.00	453,000.00
1984	300,000.00	67,500.00	67,500.00	435,000.00
1985	325,000.00	58,500.00	58,500.00	442,000.00
1986	325,000.00	48,750.00	48,750.00	422,500.00
1987	325,000.00	39,000.00	39,000.00	403,000.00
1988	325,000.00	29,250.00	29,250.00	383,500.00
1989	325,000.00	19,500.00	19,500.00	364,000.00
1990	325,000.00	9,750.00	9,750.00	344,500.00
<hr/>		<hr/>		<hr/>
\$3,300,000.00		\$901,500.00	\$1,000,500.00	\$5,202,000.00

*Such bonds shall contain such redemption provisions, if any, as the State Budget and Control Board, acting in its discretion, shall prescribe in accordance with the provisions of Section 22-32, Code of Laws of South Carolina, 1962, as amended.

Prepared as of June 2, 1976.

EXHIBIT A - SCHEDULE II(a)

TABLE SHOWING PAYMENTS OF PRINCIPAL AND INTEREST HEREAFTER MATURING ON
\$6,500,000 STATE INSTITUTION BONDS ISSUED ON BEHALF OF CLEMSON UNIVERSITY,
DATED DECEMBER 1, 1965

CALENDAR YEAR	PRINCIPAL DUE 12-1	INTEREST		TOTAL PRIN & INT.
		6-1	12-1	
1976	\$ 440,000	\$ ---	\$34,320	\$ 474,320
1977	440,000	27,170	27,170	494,340
1978	440,000	20,020	20,020	480,040
1979	440,000	12,870	12,870	465,740
1980	340,000	5,610	5,610	351,220
	<hr/>	<hr/>	<hr/>	<hr/>
	\$2,100,000	\$65,670	\$99,990	\$2,265,660

Prepared as of June 2, 1976

EXHIBIT A - SCHEDULE II (b)

TABLE SHOWING PAYMENTS OF PRINCIPAL AND INTEREST HEREAFTER MATURING ON
\$4,000,000 STATE INSTITUTION BONDS ISSUED ON BEHALF OF CLEMSON UNIVERSITY,
DATED MAY 1, 1967

CALENDAR YEAR	PRINCIPAL DUE 12-1	INTEREST		TOTAL PRIN. & INT.
		6-1	12-1	
1976	\$ 300,000	\$ ---	\$ 29,500	\$ 329,500
1977	300,000	25,000	25,000	350,000
1978	300,000	20,500	20,500	341,000
1979	200,000	15,850	15,850	231,700
1980	200,000	12,750	12,750	225,500
1981	200,000	9,650	9,650	219,300
1982	200,000	6,450	6,450	212,900
1983	200,000	3,250	3,250	206,500
	<hr/>	<hr/>	<hr/>	<hr/>
	\$1,900,000	\$93,450	\$122,950	\$2,116,400

Prepared as of June 2, 1976

EXHIBIT A - SCHEDULE II (c)

TABLE SHOWING PAYMENTS OF PRINCIPAL AND INTEREST HEREAFTER MATURING ON
\$3,000,000 STATE INSTITUTION BONDS ISSUED ON BEHALF OF CLEMSON UNIVERSITY,
DATED MARCH 1, 1971

CALENDAR YEAR	PRINCIPAL DUE 12-1	6-1	INTEREST 12-1	TOTAL PRIN. & INT.
1976	\$ 150,000.00	\$ ---	\$ 47,787.50	\$ 197,787.50
1977	200,000.00	45,162.50	45,162.50	290,325.00
1978	200,000.00	41,662.50	41,662.50	283,325.00
1979	200,000.00	38,062.50	38,062.50	276,125.00
1980	300,000.00	34,312.50	34,312.50	368,625.00
1981	300,000.00	28,462.50	28,462.50	356,925.00
1982	300,000.00	22,462.50	22,462.50	344,925.00
1983	250,000.00	16,312.50	16,312.50	282,625.00
1984	250,000.00	11,000.00	11,000.00	272,000.00
1985	250,000.00	5,562.50	5,562.50	261,125.00
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	\$2,400,000.00	\$243,000.00	\$290,787.50	\$2,933,787.50

Prepared as of June 2, 1976

EXHIBIT A - SCHEDULE II (d)

TABLE SHOWING PAYMENTS OF PRINCIPAL AND INTEREST HEREAFTER MATURING ON
\$2,500,000 STATE INSTITUTION BONDS ISSUED ON BEHALF OF CLEMSON UNIVERSITY,
DATED APRIL 1, 1973

CALENDAR YEAR	PRINCIPAL DUE 12-1	INTEREST		TOTAL PRIN. & INT.
		6-1	12-1	
1976	\$ 100,000.00	\$ ---	52,325.00	\$ 152,325.00
1977	100,000.00	49,825.00	49,825.00	199,650.00
1978	100,000.00	47,325.00	47,325.00	194,650.00
1979	200,000.00	45,125.00	45,125.00	290,250.00
1980	200,000.00	40,625.00	40,625.00	281,250.00
1981	250,000.00	36,125.00	36,125.00	322,250.00
1982	250,000.00	30,500.00	30,500.00	311,000.00
1983	250,000.00	24,750.00	24,750.00	299,500.00
1984	200,000.00	19,000.00	19,000.00	238,000.00
1985	200,000.00	14,300.00	14,300.00	228,600.00
1986	200,000.00	9,600.00	9,600.00	219,200.00
1987	200,000.00	4,800.00	4,800.00	209,600.00
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	\$2,250,000.00	\$321,975.00	\$374,300.00	\$2,946,275.00

Prepared as of June 2, 1976

EXHIBIT A - SCHEDULE III

Part 1

PRO FORMA TABLE SHOWING DEBT SERVICE OF ALL STATE INSTITUTION BONDS
TO BE OUTSTANDING FOR CLEMSON UNIVERSITY FOLLOWING THE ISSUANCE OF
PROPOSED ISSUE OF \$3,300,000 AS OF JUNE 1, 1976

CALENDAR YEAR	ISSUES OF DECEMBER 1, 1965, MAY 1, 1967, MARCH 1, 1971 AND APRIL 1, 1973	ISSUE OF JUNE 1, 1976 (FROM SCHEDULE I)	TOTAL
1976	\$ 1,153,932.50	\$ 149,000.00	\$1,302,932.50
1977	1,334,315.00	245,000.00	1,579,315.00
1978	1,299,015.00	267,000.00	1,566,015.00
1979	1,263,815.00	262,500.00	1,526,315.00
1980	1,226,595.00	283,000.00	1,509,595.00
1981	898,475.00	277,000.00	1,175,475.00
1982	868,825.00	471,000.00	1,339,825.00
1983	788,625.00	453,000.00	1,241,625.00
1984	510,000.00	435,000.00	945,000.00
1985	489,725.00	442,000.00	931,725.00
1986	219,200.00	422,500.00	641,700.00
1987	209,600.00	403,000.00	612,600.00
1988	---	383,500.00	383,500.00
1989	---	364,000.00	364,000.00
1990	---	344,500.00	344,500.00
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	\$10,262,122.50	\$5,202,000.00	\$15,464,122.50

Prepared as of June 2, 1976

EXHIBIT A - SCHEDULE III

Part 2

PRO FORMA TABLE SHOWING ANNUAL PAYMENTS OF PRINCIPAL AND INTEREST OF ALL STATE INSTITUTION BONDS TO BE OUTSTANDING FOR CLEMSON UNIVERSITY FOLLOWING THE ISSUANCE OF A PROPOSED ISSUE OF \$3,300,000 (INTEREST CALCULATED AT 6.0%)

CALENDAR YEAR	TOTAL PRINCIPAL	TOTAL INTEREST	TOTAL PRIN. AND INTEREST
1976	\$ 1,040,000.00	\$ 262,932.50	\$ 1,302,932.50
1977	1,090,000.00	489,315.00	1,579,315.00
1978	1,115,000.00	451,015.00	1,566,015.00
1979	1,115,000.00	411,315.00	1,526,315.00
1980	1,140,000.00	369,595.00	1,509,595.00
1981	850,000.00	325,475.00	1,175,475.00
1982	1,050,000.00	289,825.00	1,339,825.00
1983	1,000,000.00	241,625.00	1,241,625.00
1984	750,000.00	195,000.00	945,000.00
1985	775,000.00	156,725.00	931,725.00
1986	525,000.00	116,700.00	641,700.00
1987	525,000.00	87,600.00	612,600.00
1988	325,000.00	58,500.00	383,500.00
1989	325,000.00	39,000.00	364,000.00
1990	325,000.00	19,500.00	344,500.00
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	\$11,950,000.00	\$3,514,122.50	\$15,464,122.50

Prepared as of June 2, 1976

EXHIBIT A - SCHEDULE IV

PROOF SHOWING COMPLIANCE WITH CHAPTER 2, TITLE 22, CODE OF LAWS OF SOUTH CAROLINA,
AS AMENDED

1. (a) Total principal and interest of bonds presently outstanding (Exhibit A - Schedule III, Part 1)	\$ 10,262,122.50
(b) Total estimated principal and interest of bonds currently proposed (Exhibit A - Schedule I)	\$ 5,202,000.00
(c) Total of outstanding and proposed bonds	\$ 15,464,122.50
(d) Less: Sinking fund or Moneys available for defeasance of outstanding bonds (June 2, 1976)	\$ 2,602,686.18
(e) Net	\$ 12,861,436.32
2. (a) Tuition fees collected during preceding twelve month period	\$ 1,750,479.00
(b) Number of years bonds to be outstanding	14 1/2
(c) Tuition fees (x) years (Line 2(a) x 2(b))	\$ 25,381,945.50
3. Highest annual debt service (Exhibit A - Schedule III)	\$ 1,579,315.00
4. <u>Test A</u>	
Tuition fees projection (Line 2(c))	25,381,945.50
Less:	
Total estimated debt service (Line 1(e))	\$ 12,861,436.32
Multiply by	150%
Product	\$ 19,292,154.48
Margin	\$ 6,089,791.02
5. <u>Test B</u>	
Annual Tuition	\$ 1,750,479.00
Less:	
Highest annual debt service	\$ 1,579,315.00
Multiply by	110%
Product	\$ 1,737,246.50
Margin	\$ 13,232.50

Prepared as of June 2, 1976

THE STATE OF SOUTH CAROLINA

I, the undersigned, being the duly elected Secretary of the Board of Trustees of Clemson University, DO HEREBY CERTIFY:

That the foregoing Resolution is a true, correct and verbatim copy of the original of a Resolution adopted by said Board of Trustees at a meeting duly called and regularly held on June 19, 1976, at which were present: Paul W. McAlister, Chairman of the Board; Robert R. Coker, T. Kenneth Cribb, W. G. DesChamps, Jr., E. Oswald Lightsey, W. Gordon McCabe, Jr., Thomas B. McTeer, Jr., Buck Mickel, Paul Quattlebaum, Jr., James C. Self, D. Leslie Tindal and James M. Waddell, Jr., constituting a majority of the members of said Board of Trustees.

That the original of said Resolution has been filed in the permanent records of minutes of meetings of said Board of Trustees in custody of the Secretary of the Board of Trustees.

WITNESS my Hand and the Seal of the Board of Trustees of Clemson University, this 23rd day of July, A. D. 1976.

(SEAL)

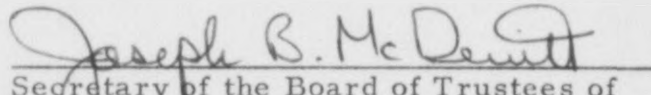

Secretary of the Board of Trustees of
Clemson University

EXHIBIT II
10/6/76

South Carolina Retirement System

PURVIS W. COLLINS
DIRECTOR



BANKERS TRUST TOWER
P. O. BOX 11960

Columbia
29211

September 8, 1976

Mr. William T. Putnam, State Auditor
Room 205, Wade Hampton Office Building
Columbia, South Carolina 29201

Dear Bill:

It is my understanding that the Budget and Control Board will reserve some time during the scheduled Budget Hearings to conduct regular business. I would like to be included on the agenda for regular business to submit a request for the Retirement System.

Specifically, I request authorization and funds for a new position, and funds for temporary help as follows:

1. New position classified as Assistant Controller at a minimum annual salary of \$20,000.
2. Temporary help funds in the amount of \$10,000.

I suggest the Board consider hearing this request in executive session since the discussion may involve personalities.

I will be pleased to present additional information as desired.

With appreciation for your assistance and kindest personal regards,
I am

Sincerely yours,

Purvis W. Collins

PWC:bb

P. S.

I will be out of the state attending a meeting on teacher retirement during the week of September 27. Please schedule me for a time other than during this week.



State of South Carolina
PERSONNEL DIVISION
1205 Pendleton Street
Columbia, South Carolina 29201

Jack S. Mullins, Ph.D.
Director

803-758-3334

September 28, 1976

Mr. Purvis W. Collins, Director
South Carolina Retirement System
Bankers Trust Tower
Post Office Box 11960
Columbia, South Carolina 29211

Dear Purvis:

The Classification and Compensation staff brought to me in the last few days a request from the Retirement System for an Assistant Controller classification. After thorough review of the position questionnaire, organizational chart, and related positions in other agencies, it is my opinion that this position should be classified as a Controller I, grade 29. We have no objections if you wish to use the in-house title of Assistant Controller.

The establishment of this position depends upon the approval by the Auditor's Office or the Budget and Control Board for the creation of this new position. Please notify Miss Hedgecock when this approval is granted and we will place the position in our system immediately.

Recognizing your desire to secure a Certified Public Accountant in this position, we will work with you on an appropriate entry salary that will facilitate the recruitment of a CPA.

Please let me know whenever we can be of assistance to you.

Sincerely,

Jack S. Mullins
Director

JSM/omc

CC: Mr. William T. Putnam ✓
Mr. Robert E. Derrick

E N D