

MINUTES OF BUDGET AND CONTROL BOARD MEETING

APRIL 6, 1965, 10:00 A. M., GOVERNOR'S OFFICE

- o -

The State Budget and Control Board met in the Office of Governor Russell in the Wade Hampton Office Building, at 10:00 A. M., Tuesday, April 6, 1965, with all members of the Board present. Also in attendance were Messrs. J. M. Smith, Furman McEachern and P. C. Smith.

The following business was transacted.

FUNDS REQUESTED FOR PURCHASE OF BOYLSTON PROPERTY

At the opening of the meeting Mr. A. T. Graydon, Attorney, Mrs. James Dreher, President of the Columbia Historical Foundation, and Mr. Dennis Day, representing the Columbia City Planning Commission, appeared before the Board with a request for an allocation of State Funds to the Historical Foundation to be used in their proposed purchase of the Boylston property. The property is located on Richland Street opposite the Governor's Mansion, in Columbia, and is rather famous for its old formal gardens and general landscaping. The property is for sale and has been offered to the Foundation at a price of \$75,000.00. The group indicated that they had been assured of a Federal Grant of \$22,500.00 and had tentative assurance of \$7,500.00 from the City of Columbia and \$7,500.00 from Richland County, making a total of \$37,500.00. The Budget and Control Board was requested to allocate on behalf of the State the remaining \$37,500.00 needed.

The Board was aware of a somewhat growing interest over the State in the preservation of old homes and other points of historical interest. This increasing interest was taken into account in determining action on the request of the above group.

In view of the rather substantial nature of the request the Board was of the opinion that it should not establish a precedent in this matter and that State policy should be determined on such requests directly by the General Assembly.

The Board accordingly took no action on the request.

CLEMSON UNIVERSITY - INDEBTEDNESS TO INSURANCE SINKING FUND

Mr. McEachern advised the Board that Clemson University is in arrears on two notes due the Insurance Sinking Fund, one note being dated August 6, 1963 in the amount of \$560,000.00, the other being dated April 1, 1964 in the amount of \$160,000.00.

The above loans were obtained by Clemson for the purpose of replacing its sewage treatment plant. The original facilities were abandoned as a result of land being condemned by the Federal Government for the construction of Hartwell Dam and Reservoir.

The security for the above notes is Clemson's claim against the Federal Government for damages resulting from land condemnation and the consequent necessity of building a new treatment plant. A letter from Dr. R. C. Edwards, President of Clemson, indicated that Clemson's suit against the Government is now pending before the Courts with there being no indication as to when the matter will be settled. The lack of a settlement up to this time accounts for the payments on the above notes being in arrears.

It was noted also that the notes carry additional security in the form of a pledge of revenue from the power generating tax (Section 65-901, 1962 Code).

In view of the pending claim against the Government the Board agreed to an extension of the above notes for a two year period.

STATE OFFICE BUILDINGS - NAMED

The Board agreed to the naming of State Office Buildings in the Capitol area as follows:

1. The new State Office Building now under construction at the corner of Senate and Bull Streets, to be named the Rutledge Building - honoring John Rutledge, President and Governor of South Carolina, and his brother Edward Rutledge, a signer of the Declaration of Independence.
2. The new Board of Health administrative and laboratory building now under construction on Bull Street, to be named the J. Marion Sims Building - in honor of the renowned South Carolina physician.

3. The buildings at 1001 Main Street, 1015 Main Street and 300 Gervais Street, to be named respectively, the Thomas Heyward, Jr. Building, the Thomas Lynch, Jr. Building and the Arthur Middleton Building - in honor of these signers of the Declaration of Independence.

ATTORNEY GENERAL'S OFFICE - MOTOR VEHICLE REQUESTS

The Board declined to approve a request of the Attorney General for the permanent assignment of a Motor Pool car to his office for the use of the Assistant Attorney General concerned with legal work of the Industrial Commission.

The Board approved a request of Attorney General McLeod to trade the State-owned automobile assigned to him.

OPERATION OF CENTRAL MOTOR POOL

Mr. McEachern advised the Board that there are now ten passenger vehicles involved in a central motor pool. He stated that department heads had been advised of the availability of these cars but that very few requests for their use had been received. He asked the Board to take such action as would encourage the use of these vehicles.

The Board requested Mr. McEachern to submit specific recommendations on this matter at the next meeting.

RAILROAD SIDINGS - 300 GERVAIS STREET

Mr. McEachern informed the Board that the property at 300 Gervais Street includes two spur tracks connected with the Atlantic Coast Line Railroad. It was indicated that these tracks are not currently being used and that the question had arisen as to whether or not they should be retained.

The Board authorized Mr. McEachern to execute whatever agreement might be necessary to retain these tracks for the immediate future.

PROPERTY OFFERED FOR STATE PURCHASE

The Board was advised by Mr. McEachern that the following pieces of property in the City of Columbia were being offered for sale to the State.

1. Lot and buildings at the corner of Pendleton and Bull Streets

opposite the University of South Carolina campus, being offered by Mr. Carlisle Oxner for \$150,000.00.

2. The Stone property and Chase property, fronting on Senate and Bull Streets, near the University campus.

3. The Pendleton Building, located on Pendleton Street, opposite the University campus.

The Board discussed the advisability of negotiating for the purchase of these pieces of property but agreed that the State has no particular interest in them at this time.

REQUESTS FOR PURCHASE, OR TRADE, OF PASSENGER VEHICLES

Mr. McEachern submitted requests for the purchase, or trade, of passenger vehicles by the Wildlife Resources Department, Clemson University and the School for the Deaf and the Blind. On his recommendation, the Board approved the proposed purchases or trades.

The Board also approved, on Mr. McEachern's recommendation, rescinding the sale of a passenger automobile to Mr. J. N. Land and authorized the refunding of \$81.65 paid on the purchase of this car by Mr. Land.

EDUCATIONAL FINANCE COMMISSION - BOND RESOLUTION

The Board unanimously approved a resolution authorizing the investment of Retirement System funds in State School Bonds, in the amount of \$2,400,000.00, issued by the Educational Finance Commission, April 1, 1965, for the purchase of school busses. (See resolution attached.) (No. 17)

CIVIL CONTINGENT FUND - ALLOCATIONS APPROVED

The following allocations from the Civil Contingent Fund were approved:

1. An allocation of \$500.00 to the Industrial Commission for their Second Injury Fund.

2. An allocation of \$3,000.00 to the Retirement System for Office Supplies.

PERMANENT IMPROVEMENTS - PROJECTS APPROVED

The following permanent improvement projects were approved by the Board:

a). Alcoholic Center

Alteration and Expansion of Vocational
Rehabilitation Unit - \$ 15,756.78

This project involves an addition to existing facilities for vocational rehabilitation. The project is to be financed by the use of \$4,727.00 of funds remaining in the original construction allocation for the Center and \$11,030.78 of Federal Funds from the State Vocational Rehabilitation Agency.

b). Whitten Village

Additional Funds for Dormitory Renovations - \$ 24,305.94

The above amount was approved for a continuation of a general program of renovations approved by the Board at various times in the past. Funds will be provided by the issuance of State Notes as authorized for Whitten Village for capital purposes.

c). Winthrop College

Utilities Expansion - \$ 100,000.00

The Board approved the above amount for an extension of water and electric utilities across Oakland Avenue opposite the main campus of Winthrop College. This extension is necessary to accommodate development of this property now being undertaken by the College.

The project will be financed by the issuance of State Institution Bonds.

The Board noted that Winthrop has the necessary revenue capacity for the issuance of these bonds.

d). University of South Carolina

(1) Physical Sciences Center - \$3,160,650.00

This project involves the construction of a new seven story academic building to be constructed on University property fronting on Lower Main Street between Green and Devine Streets, in Columbia. This facility will be used for graduate, undergraduate and research facilities for the Departments of Chemistry and Physics.

The project is to be financed as follows: (1) the use of \$110,000.00 remaining in the proceeds of the State Institution Bond issue of May 1, 1962; (2) a new issue of State Institution Bonds in the amount of \$2,500,000.00; and (3) a grant of \$550,650.00 which has been obtained from the National Science Foundation.

The Board noted that the University will have the required bonding capacity to issue the above \$2,500,000.00 of State Institution Bonds after the retirement of bonds scheduled to be called June 1, 1965.

(2) On December 15, 1964 the Board approved an addition to Russell House at the University, at an estimated cost of \$450,000.00. The proposal as approved included plans for the issuance of \$450,000.00 of University Housing Bonds to be taken by the Housing and Home Finance Agency of the Federal Government.

The University now proposes that the above bonds be taken by the Retirement System as an investment of its reserve fund.

The proposal as presented was approved.

UNIVERSITY OF SOUTH CAROLINA - PROPOSED LEASE OF PARKING AREA

The University of South Carolina requested the Board's approval to lease available parking areas near the University campus which would, in turn, be leased to students at such rates as would offset lease costs to the University.

The Board declined to give its approval to this proposal.

COLLEGE FACULTY COMPENSATION POLICIES

The Board had before it again a statement of Faculty Compensation Policies recommended for its approval by the Council of Presidents of State Colleges.

No action was taken and the matter was carried forward.

ADVISORY COMMITTEE FOR TECHNICAL EDUCATION - SALARY OF COORDINATOR

At the request of the Advisory Committee for Technical Education the Board approved an increase in the salary of Mr. A. Wade Martin, Coordinator,

from \$17,750.00 to \$19,350.00. It was understood that the additional \$1,800.00 would be provided from Federal Funds under the STEP program.

CLEMSON UNIVERSITY - UTILITIES SALE

The Board was advised that Clemson University had recently negotiated the sale of a portion of its electrical and water systems to Duke Power Company at a price of \$279,068.00 and was requested to approve the proposed disposition of these funds.

A letter from Dr. R. C. Edwards, President of Clemson, was presented to the Board outlining the University's proposal. (See letter and excerpt from Clemson's Board meeting attached.) (No. 18)

The Board approved the request as presented.

REGULATIONS FOR STATE EMPLOYEES' TRAVEL EXPENSES

Mr. J. M. Smith submitted for the Board's consideration suggested regulations regarding travel and subsistence expenses of State Employees.

The proposed regulations were reviewed but were carried over for action at a later meeting.

WINTHROP COLLEGE - PROPOSED DORMITORY FINANCING PLAN

At the request of Dr. Davis, President of Winthrop College, the Board gave consideration to a proposed plan for the financing of the construction of a new dormitory at Winthrop under a lease-purchase arrangement with private financing interests.

The proposed plan was discussed briefly with no action being taken.

COMPENSATION OF DR. WILLIAM PUTNAM FOR REVENUE STUDY

On recommendation of Governor Russell the Board approved a payment of \$750.00 to Dr. William Putnam, of the University of South Carolina, for a study made in connection with the State General Fund revenue.

No further business was considered and the meeting adjourned at 11:30 A. M.

No. 17
April 6, 1965

RESOLUTION OF STATE BUDGET AND CONTROL BOARD

WHEREAS, the State Budget and Control Board has been formally requested by the State Educational Finance Commission to approve the private placement of an issue of Two Million Four Hundred Thousand Dollars (\$2,400,000) State School Bonds, Series CC, to be dated April 1, 1965, to bear interest at the rate of four and one-half per centum (4-1/2%) per annum, payable semi-annually on April 1 and October 1 of each year until the respective maturities of the bonds, to mature as follows:

\$300,000 on April 1st in each of the years
1966 to 1973, inclusive;

and to be subject to redemption on all interest payment dates, at par, and accrued interest to the date of redemption; and

WHEREAS, said request is predicated upon the offer of the State Budget and Control Board, in its capacity as Trustee of the South Carolina Retirement System, to purchase said bonds on the terms above set forth; and

WHEREAS, after due consideration, the State Budget and Control Board has approved of the terms and conditions of such disposition, including the contract made for the sale of said bonds;

NOW, THEREFORE, BE IT RESOLVED BY THE STATE BUDGET AND CONTROL BOARD:

That the approval of the State Budget and Control Board is herewith given to the issuance and private placement of the bonds described in the preambles hereof, under the terms and conditions set forth therein, and to the contract to purchase made by it in its capacity as Trustee of the South Carolina Retirement System for the purchase of said Bonds.

CLEMSON UNIVERSITY
CLEMSON, SOUTH CAROLINA 29631

OFFICE OF THE PRESIDENT

March 9, 1965

No. 18
April 6, 1965


Mr. J. M. Smith, Secretary
South Carolina State Budget and Control Board
Wade Hampton Office Building
Columbia, South Carolina

Dear Mr. Smith:

We are enclosing a self-explanatory excerpt from the minutes of the February 10, 1965 meeting of the Clemson University Board of Trustees relating to funds received from the Duke Power Company, and request approval of the South Carolina State Budget and Control Board to use the funds as indicated.

With best wishes,

Sincerely,


Robert C. Edwards
President

Encl.

Excerpt from Minutes of the meeting of the

Clemson University Board of Trustees

February 10, 1965

Item 13. Transfer of Off-Campus Electric Current and Water Sales to Duke Power Company

Statement: On October 4, 1963, the Board of Trustees authorized the President of the Board to execute on behalf of the University documents approved by the Executive Committee for contractual agreements and sale of off-campus utility assets to the Duke Power Company. Pursuant to that authorization, the President of the Board executed a memorandum of agreement dated June 30, 1964, and an indenture dated December 31, 1964, for the sale of the utility facilities, and the University has received the sum of \$279,068.00 pursuant to the terms of the agreement.

Recommendation: It is recommended that the interim action of the President of the Board in executing the memorandum of agreement and indenture be confirmed. It is further recommended that, subject to the approval of the South Carolina State Budget and Control Board, the Administration be authorized to use these funds as follows:

1. To reduce outstanding indebtedness to Division of Sinking Funds and Property by payment of an amount equal to the principal due April 1968, April 1969, and April 1970, on loan obtained in April 1960, to help finance an expansion of the Clemson water system -----\$138,000
 2. To finance adjustments required in utility facilities to carry out agreement with the Duke Power Company ----- 23,946
 3. To reimburse Experiment Station Relocation Projects account, (Condemned Lands - Hartwell Dam Project) for amount invested in utility facilities sold to the Duke Power Company ----- 2,697
 4. To improve campus utility system and serve as a supplement to balance of funds (approximately \$30,000) remaining from the State Institution Bond Issue of May 1, 1961, in Project No. 9-30, Enlargement and Improvement of Utility System ----- 114,425
- Total -----\$ 279,068

April 12, 1965

Dr. R. C. Edwards, President
Clemson University
Clemson, South Carolina

Dear Dr. Edwards:

At the meeting of the Budget and Control Board on April 6, 1965 the Board unanimously approved your proposed disposition of the \$279,068.00 received for the utilities sale to Duke Power Company, as outlined in your letter of March 9, 1965 and the action of your Board of Trustees of February 10, 1965.

Very truly yours,

P. C. Smith
Assistant State Auditor

PCS:dr

AGENDA MATERIALS
AND SUPPORTING DOCUMENTS
FOR THE MEETING OF
APRIL 6, 1965

Pub. Mtg

4-6-65
10:00
Quar eye

Present - all

Ab: ~~Attorney~~

AT Graydon, ^{Mr. Jm. Dubois out this morn} ~~Blackman~~, Dinner Day
Re: Brighton Prop. -

Graydon	Fed Gr	22,500	Assured	
		15	- Rms "	Ab 7500 Co 7500
		37,500		
		37,500	Wanted	
		75,000		

Annular to Ann. Hall

Formal Attention

^{Dubois} Purchase only - no op for reg.

Disc President - other cities & projects.

Policy matter

Vol avail from OCT - Pol matter now & beyond

Clemson Notes -

Post Due

Remun 2 years

April 2, 1963

TO THE STATE BUDGET AND CONTROL BOARD

Gentlemen:

Enclosed is a resume¹ of items to be considered at the meeting of the Board to be held next Tuesday, April 6, at 10:00 A. M., in the Governor's Office.

Business to be brought up by Furman McEachern has been mailed you directly by him.

Very truly yours,

P. C. Smith
Assistant State Auditor

PCS:dr

Enclosures

4-2-63

ITEMS FOR CONSIDERATION AT THE MEETING OF THE
BUDGET AND CONTROL BOARD, 10:00 A. M., TUESDAY, APRIL 6,
IN THE GOVERNOR'S OFFICE

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1. EDUCATIONAL FINANCE COMMISSION - Bond Resolution

The Educational Finance Commission issued State School Bonds in the amount of \$2,400,000.00 dated April 1, 1965, for the purchase of school busses for the current year.

Resolution will be presented authorizing the investment of Retirement System funds in these bonds.

2. CIVIL CONTINGENT FUND - Requests for Allocations

a). Industrial Commission

The Industrial Commission is requesting an allocation of \$500.00 from the Civil Contingent Fund for their Second Injury Fund.

b). Retirement System

Tatum Gressette has requested an allocation of \$3,000.00 for Office Supplies as a result of the revised publication of their information booklet "Facts About Your Retirement System".

3. PERMANENT IMPROVEMENTS

✓ a). Alcoholic Center

Alteration and Expansion of Vocational
Rehabilitation Unit - \$ 15,756.78

This project involves an addition to existing facilities to enlarge the Vocational Rehabilitation work area. It will be financed by \$4,727.00 of funds remaining from the original construction allocation for the Center and \$11,030.00 of Federal Funds from the State Vocational Rehabilitation Agency.

✓ b). Whitten Village

Additional Funds for Dormitory Renovations - \$ 24,305.94

The amount requested is for a continuation of a renovation program begun about two years ago and for which \$300,000.00 has previously been approved.

Funds would be provided through the issuance of notes.

3. PERMANENT IMPROVEMENTS (Cont'd)

OK c). Winthrop College

Utilities Expansion

- \$ 100,000.00

The Board has previously approved the construction of a Student Union Building at Winthrop, at an estimated cost of \$800,000.00, to be located across Oakland Avenue opposite the Main Campus. The proposed utilities project involves the necessary expansion of water and electrical systems to accommodate the development of property in this area.

It is proposed to finance this project by the issuance of State Institution Bonds. The College has indicated its revenue capacity to cover this amount of bonds.

d). University of South Carolina

OK (1) The University has previously asked the Board's approval of an addition to Russell House at an estimated cost of \$450,000.00. In the original proposal it was planned to obtain a loan of this amount through the Federal Housing and Home Finance Agency.

The Board is requested to approve in lieu of this loan the issuance of \$450,000.00 of bonds, to be purchased by the State Retirement System.

NO (2) In order to provide additional parking space in the vicinity of the main campus, the University is proposing to lease available parking areas which will, in turn, be leased to students at such amounts as will bring in sufficient revenue to offset lease costs to the University. The Board is asked to give its approval to this arrangement.

(3) Physical Sciences Center

2,160,650.00
- \$3,150,600.00

OK The proposed project is a seven-story academic building to be constructed on Lower Main Street between Green and Devine Streets, on property now owned by the University. This facility would be used for undergraduate, graduate and research facilities for the Departments of Chemistry and Physics.

The financing plan is as follows: (1) The University has on hand \$110,000.00, being the unallocated balance of the State Institution Bond

issue of May 1, 1962; (2) An issue of State Institution Bonds in the amount of \$2,500,000.00; and (3) A grant of \$550,650.00 has been obtained from the National Science Foundation.

After retiring State Institution Bonds scheduled to be called June 1, 1965 the University will have sufficient bonding capacity to allow issuance of the proposed \$2,500,000.00 of Bonds.

4. COLLEGE FACULTY COMPENSATION POLICIES

OK
Attached is a statement of faculty compensation policies which have been developed by the College Presidents and recommended to the Board for approval.

(The policies have been previously submitted to the Board but carried over for later consideration.)

5. UNIVERSITY OF SOUTH CAROLINA

OK
In connection with the above faculty compensation policies, the University has asked the Board's opinion as to whether or not the \$20,000.00 limitation on salaries as now carried in the 1964-65 General Appropriation Act would be applicable under the general compensation policies.

6. ADVISORY COMMITTEE FOR TECHNICAL EDUCATION

OK
The Committee is requesting the Board's approval of an increase in the salary of Mr. Wade Martin from \$17,750.00 to \$19,350.00. This additional \$18,000.00 would be provided through Federal Funds under the STEP program.

7. CLEMSON UNIVERSITY - Utilities Sale

OK
Clemson University had recently negotiated the sale of a portion of its utilities system to Duke Power Company at a price of \$279,068.00 and is requesting the Board's approval of their proposed disposition of these funds.

A letter from Dr. Edwards is enclosed explaining Clemson's proposal.

On April 1, 1960, Clemson secured a loan of \$400,000.00 from the Division of Sinking Funds and Property for an expansion of its utilities system, the loan to be repaid from revenue from water sale. In the attached letter it will be noted that \$138,000.00 of the proceeds of the sale to Duke will be applied on

this \$400,000.00 loan. The loan has been paid down to a balance of \$260,000.00.

8. REGULATIONS FOR STATE EMPLOYEES' TRAVEL

Mr. J. M. Smith will submit suggested regulations dealing with travel and subsistence expenses of State employees.

9. Winthrop College

Proposed dormitory financing plan.

10. Prof. Wm. Outnam

Compensation for Business Study.

750⁰⁰

11. Wright Spear

Pay accord to Fed. Regulations

11:30

Budget and Control Board

Agenda Items

Division of General Services

Meeting of April 6, 1965

- I. Mr. A. T. Graydon wishes to appear before the Board regarding a joint project to purchase Boylston Property for Richland County Historical Preservation Commission. Amount requested - \$17,500. (Bd. feels Civil Contingent without language for this use - Felt they could not do it.)
- II. Notes of Clemson University to Insurance Sinking Fund.

Clemson University has two notes with the Insurance Sinking Fund for amounts used to construct a sewage treatment plant. Both notes are for one year, with the larger, \$560,000, being past due since August 6, 1964. The note for \$160,000 was due on April 1, 1965. Clemson's claim against the U. S. Government was the primary pledge for payment, and the power generating tax (see 65-901, 1952 Code) was pledged as a secondary source. (Renew two years) - to August⁶₄ 1966.

Dr. R. C. Edwards, in a letter dated March 19, 1965, indicated the suit against the government will not be adjudicated for some time. It appears that some \$20,000 not needed for the construction can be returned to the Sinking Fund.
(Renew to August 6, 1966)

It is recommended that the Board approve continuation of these loans in a delinquent status, pending outcome of Clemson's suit against the Federal Government.

III. Naming of State Buildings

In keeping with the practice of assigning names to State office buildings in honor of outstanding South Carolinians, it is recommended that names be chosen for the following buildings, and appropriate plaques be affixed to indicate the designation.

(Tribute to John & Edw.)--New State Office Building, 1429 Senate Street (Rutledge State Off. Bldg.
Board of Health Building, Bull Street (J. Marion Sims)
1001 Main Street (Caughman Building) (Thomas Heyward, Jr.)
1015 Main Street (Coca Cola Building) (Thomas Lynch, Jr.)
300 Gervais Street (Esso Building) (Arthur Middleton)

A few names are listed below which might qualify for this purpose.

J. Marion Sims - Physician	
John Rutledge - President and Governor of S. C.	
Arthur Middleton)
Thomas Heyward, Jr.)
Thomas Lynch, Jr.)
Edward Rutledge)
	Signers of the Declaration of Independence

Francis Marion - The Swamp Fox
Thomas Sumter - The Gamecock
William Moultrie - Ranking S.C. General, Rev. War
Andrew Pickens - General Rev. War
Ben Tillman - Governor of S. C.
Andrew Jackson - President, born in S. C.

IV. Request for Assignment of Motor Vehicle

Approved as The Attorney General has rented a car from the Central Motor Pool,
Recom- primarily for use of the Assistant Attorney General who travels extensively for
mended the Industrial Commission.

Mr. McLeod has requested that a pool car be transferred to his Department in order that his budget accounts will be charged actual costs of operation and maintenance.
(Trade Mr. McLeod's car)

It appears that such action would result in administrative and operational procedures now delegated to the Motor Pool. Also, present mileage rates include depreciation, permitting replacement of vehicles without special appropriations being required periodically for that purpose. It is therefore recommended that the request be denied.

V. Operation of Central Motor Pool

Submit The Division now has 10 passenger cars in the Motor Pool. Department heads
Recom. at were apprised of this fact, and that the rental rate of 7 cents per mile is below the
next statutory rate. The vehicles are not being used extensively at present. It is
meeting recommended that the Board take some action to encourage use of motor vehicles in an effort to reduce travel costs to the departments.

VI. Railroad Sidings - 300 Gervais Street

Approved)) Representatives of the ACL Railway called at the Division to discuss two
spur tracks on the property. It was explained that spur tracks would not be needed for at least five years, if ever. Under those circumstances the Railroad asks
that a contract be signed for continuation of the tracks at their present location. It
is recommended that the Director be authorized to execute the agreement.

VII. Availability of Property for State Purchase

The Director of the Division of General Services has been tentatively approached regarding the possible availability of properties in the Capital complex as follow:

Out - no consideration) Lots with buildings bordering Pendleton Street 158 feet and on Bull Street 137 feet. Mr. Carlisle Oxner is willing to sell at an asking price of \$150,000.

Stone property and Chase property bordering Senate Street 150 feet and on Bull Street 122 feet. The Stone property will be sold to settle an estate, and an agreement appears to exist for

VII.

Chase property at the same time to offer a better tract. No price has been suggested.

No consideration)

The Pendleton Building(near Sumter) which is now rented by State agencies may be available for purchase at a price ranging from \$300,000 to \$260,000. The building contains about 11,600 sq. ft. of office space.

It is requested that the Board instruct the Director of the Division of General Services how to proceed in these matters.

VIII. Request to Purchase Passenger Vehicles (Approved as recommended)

1. Wildlife Resources - International Scout to replace 1959 Jeep, 35,000 miles, assigned to Warren Blanding, District Biologist.
2. Clemson University
 - (a) Chevrolet Belair to replace 1963 model, 35,823 miles, assigned to Carl E. Boyd, Director, Livestock-Poultry Health Department.
 - (b) 2 Plymouth Fury II to replace 1965's damaged beyond repair in separate collisions (1,680 miles and 764 miles)
3. School for the Deaf and the Blind - Chevrolet Impala to replace 1960 Buick, 54,490 miles, assigned to President W. Laurens Walker.

It is recommended that the Board approve these requests.

Addenda:

The Board approved request of J. N. Land to turn in his car to Central Motor Pool with a refund of \$81.65 from amounts paid to date toward purchase.

CLEMSON UNIVERSITY
CLEMSON, SOUTH CAROLINA 29631

OFFICE OF THE PRESIDENT

March 19, 1965

Mr. F. E. McEachern, Jr.
Director
Division of General Services
300 Gervais Street
Columbia, South Carolina

Dear Mr. McEachern:

This is in reply to your letter of March 12, 1965 in regard to three notes held by the State Budget and Control Board.

The note dated August 6, 1963 in the amount of \$560,000 and the note dated April 1, 1964 for \$160,000 fall in the same category. As indicated in the applicable acts of the General Assembly (copies enclosed) and the two notes, Clemson's responsibilities involve only the following provisions:

1. "The funds derived from the loan shall be used by Clemson Agricultural College for the construction of a sewage treatment plant made necessary by the construction of Hartwell Dam" and

2. "The claim by Clemson Agricultural College against the United States Government for the cost, including construction and design, of the sewage treatment plant referred to . . . is hereby pledged toward payment of the loan authorized herein."

The sewage treatment plant has been constructed and is now in operation. Final inspection of the plant by University officials and engineers, and representatives of the S. C. Pollution Control Authority and the United States Public Health Service is being made today. Any portion of the \$720,000 not needed for final settlement will be returned to the State Budget and Control Board. It appears that the amount to be returned will be about \$20,000.

There will be considerable time before anything can be realized from the claim against the United States Corps of Engineers. A copy of a self-explanatory letter from Mr. William L. Watkins of the firm of Watkins, Vandiver, Kirven and Long, dated March 15, 1965 is enclosed for your information.

March 19, 1965


It should be noted that all of the funds received by Clemson from the United States Corps of Engineers were for specific purposes, none of which were related to sewage treatment facilities. In connection with such facilities, we are quoting below an excerpt from Stipulation No. 2 (Filed August 18, 1961) C/A No. 2446, United States District Court for the Western District of South Carolina, Anderson Division:

"This Stipulation shall not be deemed to affect in any way the right of the Defendant, The Clemson Agricultural College of South Carolina, to litigate in this proceeding or in any court having jurisdiction of the same its claim that it is entitled to recover from the Plaintiff the cost of constructing a sewage treatment plant, including engineering fees and expenses for designing and supervising the construction thereof, and the cost of operating the same for a reasonable number of years. Nor shall this Stipulation be deemed to affect any right of the Plaintiff to contend that it is not liable to the Defendant for said costs or any part of them, nor to confer jurisdiction of the matter upon any court nor to deprive any court of jurisdiction. There has been no other agreement regarding the sewage treatment facilities."

There are no problems concerning the note dated April 13, 1960 in the amount of \$400,000. We shall make the payments on this note on or before the respective due dates. We shall continue to pump, filter, distribute, and sell potable water to all campus facilities, as appropriate, and shall sell potable water on a wholesale basis to the Duke Power Company, which in turn will supply water to Clemson's former off-campus customers. Although there is no obligation to do so, we at Clemson feel it would be appropriate to reduce our outstanding indebtedness with a portion of the funds received from Duke. Accordingly, we have requested the State Budget and Control Board to permit us to make advance payment of the amounts due April 1968, 1969, and 1970 on the \$400,000 note. A copy of our request to the State Budget and Control Board is enclosed.

If additional information is needed, please get in touch with me.

Sincerely yours,


Robert C. Edwards
President

Encls.

CLEMSON COLLEGE
COMPTROLLER'S OFFICE

LAW OFFICES

T. FRANK WATKINS
WILLIAM L. WATKINS
ROBERT E. VANDIVER
H. GRADY KIRVEN
WM. ELLISON LONG

WATKINS, VANDIVER, KIRVEN & LONG

207 NORTH MAIN STREET

ANDERSON, SOUTH CAROLINA 29623

TEL. (803) 225-2527

P. O. BOX 1745

OF COUNSEL:

SAMUEL L. PRINCE

WILBURN C. GABLE, JR.
ROBERT L. WALDREP, JR.

March 15, 1965

Dr. Robert C. Edwards, President
Clemson University
Clemson, South Carolina

Dear Bob:

You have asked us to advise you the status of the claim against the United States for the cost of constructing and operating a sewage treatment plant. This case involves two distinct questions. The first is the legal and factual question, whether Seneca River is a part of the navigable waters of the United States. The importance of this is that the United States has substantial rights in the flow of its navigable waters. The second question is the legal question, whether the construction of this plant was made necessary by Federal action as we contend, or by State action through the Water Pollution Control Authority as the Government contends. On this latter point the Clarksville case is in our favor, but two recent cases from Alabama are against us.

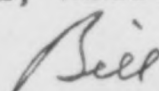
Both of these questions must be decided by an Appellate Court. These identical questions are involved in the condemnation case against the Utica-Mohawk Plant of J. P. Stevens & Co., Inc. In that case, testimony was taken at least two years ago. The Commission ruled in favor of the company and the case is now pending before Judge Simons. It was argued before him last September and we expect his Order within the next few weeks.

The decision in the Utica-Mohawk case will probably determine the claim of Clemson University. It would cost several thousand dollars to assemble and reintroduce all of the evidence necessary on the question of navigability, and, if we should do so, our case would be running some two years behind the other. In our opinion, it is in the best interest of Clemson University that we await the final decision in the Utica-Mohawk case before proceeding with the case involving the University.

Yours very truly,

WATKINS, VANDIVER, KIRVEN & LONG

By-



Wm. L. Watkins

WLW/MM

L- 427

CLEMSON UNIVERSITY
CLEMSON, SOUTH CAROLINA 29631

OFFICE OF THE PRESIDENT

March 9, 1965


Mr. J. M. Smith, Secretary
South Carolina State Budget and Control Board
Wade Hampton Office Building
Columbia, South Carolina

Dear Mr. Smith:

We are enclosing a self-explanatory excerpt from the minutes of the February 10, 1965 meeting of the Clemson University Board of Trustees relating to funds received from the Duke Power Company, and request approval of the South Carolina State Budget and Control Board to use the funds as indicated.

With best wishes,

Sincerely,


Robert C. Edwards
President

Encl.

Excerpt from Minutes of the meeting of the

Clemson University Board of Trustees

February 10, 1965

Item 13. Transfer of Off-Campus Electric Current and Water Sales to Duke Power Company

Statement: On October 4, 1963, the Board of Trustees authorized the President of the Board to execute on behalf of the University documents approved by the Executive Committee for contractual agreements and sale of off-campus utility assets to the Duke Power Company. Pursuant to that authorization, the President of the Board executed a memorandum of agreement dated June 30, 1964, and an indenture dated December 31, 1964, for the sale of the utility facilities, and the University has received the sum of \$279,068.00 pursuant to the terms of the agreement.

Recommendation: It is recommended that the interim action of the President of the Board in executing the memorandum of agreement and indenture be confirmed. It is further recommended that, subject to the approval of the South Carolina State Budget and Control Board, the Administration be authorized to use these funds as follows:

1. To reduce outstanding indebtedness to Division of Sinking Funds and Property by payment of an amount equal to the principal due April 1968, April 1969, and April 1970, on loan obtained in April 1960, to help finance an expansion of the Clemson water system -----\$138,000
2. To finance adjustments required in utility facilities to carry out agreement with the Duke Power Company ----- 23,946
3. To reimburse Experiment Station Relocation Projects account, (Condemned Lands - Hartwell Dam Project) for amount invested in utility facilities sold to the Duke Power Company ----- 2,697
4. To improve campus utility system and serve as a supplement to balance of funds (approximately \$30,000) remaining from the State Institution Bond Issue of May 1, 1961, in Project No. 9-30, Enlargement and Improvement of Utility System ----- 114,425

Total -----\$ 279,068

State of South Carolina
State Educational Finance Commission

COMMISSION

GOVERNOR DONALD S. RUSSELL, CHAIRMAN
JESSE T. ANDERSON
R. A. DURHAM
W. H. NICHOLSON, JR.
T. C. JOLLY, JR.
JOHN H. LUMPKIN
W. J. NEELY



COLUMBIA, S. C.

March 12, 1965

E. R. CROW, DIRECTOR
R. M. HENDRIX
STATE SUPERVISOR OF TRANSPORTATION
W. B. SOUTHERLIN
SUPERVISOR OF SCHOOLHOUSE PLANNING
R. W. BURNETTE, FINANCE OFFICER
TELEPHONE: 334-4387
AREA CODE: 803

State Budget and Control Board
Columbia, South Carolina

Gentlemen:

Attention: Mr. P. C. Smith

A resolution prepared by Mr. Hunger Sinkler and providing for the issuance by private placement of school bonds in the amount of \$2,400,000 to secure funds to pay for school busses acquired in 1964 has been sent to you by Mr. Sinkler.

This resolution was formally approved by the Commission at its meeting on March 11.

In accordance with the provision of Section 5 of this resolution I am requesting approval of the issue by the Budget and Control Board.

Should the General Assembly make a deficiency appropriation, as it has done the last two years, this bond issue will not be necessary. However, since the appropriation bill as introduced by the Ways and Means Committee provides for a direct appropriation for busses to be acquired in 1965, it is assumed that it is highly improbable that an appropriation for two years will be made.

Sincerely yours,

E. R. Crow, Director

ERC/kh

SINKLER, GIBBS & SIMONS
ATTORNEYS & COUNSELLORS AT LAW

TELEPHONE RAYMOND 2-3367

HUGER SINKLER
CHARLES H. GIBBS
ALBERT SIMONS, JR.
THEODORE B. GUERARD
G. DANA SINKLER

23 BROAD STREET
CHARLESTON, S. C.

March 8, 1965

R. W. Burnett, Esq.
Finance Officer
State Educational Finance Commission
1001 Main Street
Columbia, South Carolina

Dear Mr. Burnett:

Re: \$2,400,000 State School Bonds
Series "CC"

Pursuant to your telephone request of this morning, we enclose herein the following in connection with the above issue:

1. Original and seven copies of Resolution of State Educational Finance Commission.
2. Seven copies of Certificate of Secretary of State Educational Finance Commission.
3. Forty-nine copies of Acknowledgment of Notice and Consent to Special Meeting - seven to be signed by each of the seven members.
4. Original and seven copies of Request.

By copy of this letter we are enclosing to Mr. P. C. Smith, Assistant State Auditor, the original and seven copies of Resolution of State Budget and Control Board and seven copies of Certificate to be completed by the State Auditor.

As usual, we will need seven completed copies of all of these documents for use in making up the transcripts.

With kind regards,

Sincerely yours,

Sinkler, Gibbs & Simons

ASjr:mw

Enc.

cc: P. C. Smith, Esq.
Assistant State Auditor
P. O. Box 333
Columbia, South Carolina

431

WINTHROP COLLEGE

THE SOUTH CAROLINA COLLEGE FOR WOMEN • ROCK HILL

OFFICE OF THE BUSINESS MANAGER

March 20, 1965

Mr. Pat Smith
Assistant State Auditor
P. O. Box 333
Columbia, South Carolina

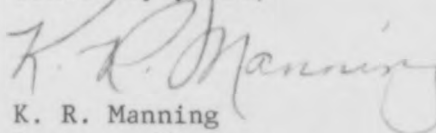
Dear Mr. Smith:

Attached is a statement relating to the eligibility of Winthrop College for State Institutional Bonds. The attached statement is based on data available January 28, 1965.

The recent issue of \$800,000 in Institutional Bonds has been taken into account in computing the margin of borrowing power over obligations (as shown in Col. 5 of the second page of attached schedule).

Please add this statement to the recent E-1 for \$100,000 to support a Utility Expansion Project. I believe this additional information will show that Winthrop College can support a future \$100,000 issue of State Institutional Bonds.

Sincerely yours,



K. R. Manning
Business Manager

KRM:lmn

W I N T H R O P C O L L E G E
STATEMENTS RELATING TO ELIGIBILITY FOR

STATE INSTITUTIONAL BONDS

January 28, 1965

- I The following schedule shows the tuition charged to students of Winthrop College. It establishes an estimate of funds to be collected during the academic year 1964-1965 based on data available January 28, 1965.

<u>Number of Regularly Enrolled Students</u>	<u>Tuition</u>	<u>Estimate Tuition Collections 1964-65</u>
Resident Students 2198	\$ 150.	\$ 329,700.
Non-resident Students 344	400.	137,600.
Total 2542		\$ 467,300.

- II If the revenue derived from the above schedule of fees remain constant for the next twenty years, it will produce an aggregate of \$9,346,000.

- III There are outstanding, as of March 15, 1965, a portion of three issues of State Institutional Bonds issued on behalf of Winthrop College. All bonds bear interest at the rate of 4½%. The approximate aggregate principal and interest requirements for these bonds after March 15, 1965 until their respective maturities are shown below:

<u>Debt Service on all Issues prior to February 28, 1965</u>	<u>Debt Service on \$800,000. issued March 1, 1965</u>	<u>Total Debt Service on All Bonds</u>
1965 \$156,150.	\$ 18,000.	\$ 174,150.
1966 152,100.	75,100.	227,200.
1967 148,050.	73,300.	221,350.
1968 144,000.	71,500.	215,500.
1969 139,950.	69,700.	209,650.
1970 135,900.	67,900.	203,800.
1971 131,850.	66,100.	197,950.
1972 127,800.	64,300.	192,100.
1973 123,750.	62,500.	186,250.
1974 119,700.	60,700.	180,400.
1975 115,650.	58,900.	174,550.
1976 111,600.	57,100.	168,700.
1977 107,550.	55,300.	162,850.
1978 103,500.	53,500.	157,000.
1979 99,450.	51,700.	151,150.
1980 45,400.	49,900.	95,300.
1981 43,600.	48,100.	91,700.
1982 41,800.	46,300.	88,100.
1983	44,500.	44,500.
1984	42,700.	42,700.
1985	40,900.	40,900.
\$2,047,800.	\$ 1,178,000.	\$ 3,225,800.

IV Funds held by the State Treasurer pursuant to Section 9 of the Enabling Act and for which an appropriate credit is allowed by Act. No. 284 of 1961 is \$870,850. as of December 31, 1964. Please note that this figure does not include tuition payments credited to this account during January and February, 1965, nor does it reflect the payment of \$16,875. in interest during February, 1965. A reasonably accurate estimate of the amount of funds as of March 1, 1965 is \$1,089,000.

V The margin over and above the 150% of coverage required by the Enabling Act is:

Total Debt Service on All Bonds Outstanding (III above)	Amount of Deduction Permitted by Act. No. 284 (1961) (IV Above)	150% of Total Net Debt Service	Sum to be Produced by Tuition for 20-yr. period	Margin of Column 4 over Column 3
\$3,225,800.	\$ 870,850.	\$ 3,532,425.	\$ 9,346,000.	\$ 5,813,575.

March 15, 1965

State Institutions Bonds
April 2, 1965

Outstanding

The Citadel
Clemson
Med. College
State College
Univ. of S.C.
Winthrop

2163000

7825000

810000

1069000

6578000

2270000

22725000

April 12, 1965

Mr. H. Brunton
Dean of Administration
University of South Carolina
Columbia, South Carolina

Dear Mr. Brunton:

At its meeting April 6, 1965 the Budget and Control Board took the following action with respect to the University of South Carolina.

1). The Board declined to approve your request to be allowed to lease parking area in the vicinity of the University for the purpose of providing parking space for students and other University personnel. The Board was of the opinion that this matter should be left to commercial interests.

2). You had requested the Board's opinion as to whether or not the provision in the 1964-65 General Appropriation Act limiting salary increases to \$20,000.00 would be applicable to college personnel. This question was raised in connection with the policies agreed to by the Council of College Presidents regarding faculty salaries.

The Board took no action regarding your requested opinion in view of the fact that it had not formally approved the proposed faculty salary policies. In that event, the limitation imposed by the Appropriation Act would, we believe, be applicable.

Very truly yours,

P. C. Smith
Assistant State Auditor

PCS:dr



UNIVERSITY OF SOUTH CAROLINA

COLUMBIA, S. C. 29208

DEAN OF ADMINISTRATION

February 2, 1965

State Budget and Control Board
P. O. Box 333
Columbia, South Carolina

Attention: Mr. J. M. Smith

Dear Mr. Smith:

The large increase in student enrollment this year has created many problems for the University. One of these is the parking situation. We have considerably more commuting students, more faculty, and more staff, all of whom must travel to the campus each day.

Our plans call for creating new parking areas in the Urban Renewal areas and in other locations of the campus, but, of necessity, these will be relatively small. We would like to acquire additional land fairly adjacent to the campus that could be used for parking; however, any purchase would require Institution Bonds, and we would rather reserve that money for other pressing projects.

There is a temporary solution to this problem. We propose to lease land near the campus on an annual basis, possibly with an option to acquire the property. The amount of such leases would be limited to the income we derive from parking fees and fines, and we propose adding more parking meters to increase this income.

We believe this would be a fair approach in which income derived from parking would be plowed back into additional parking facilities. This process would be similar to the City of Columbia program of building parking lots from parking meter income.

We are uncertain as to whether this leasing approach is within our normal operating procedure or whether it is a matter that should have the approval of the Budget and Control Board. Since there is some question, we are requesting permission from your Board to proceed with leasing land from income derived from University parking.

Yours truly,

H. Brunton
Dean of Administration

HB/gls

CC: Dr. Jones

Dr. Jones

Re: 27-56

January 11, 1965

State Budget and Control Board
P. O. Box 333
Columbia, South Carolina

Attention: Mr. J. M. Smith

Dear Mr. Smith:

As you know, the large increase in student enrollment this last fall has created serious problems for the University. One of these is the parking situation. We have considerably more commuting students and more faculty and staff, all of whom travel to the campus each day.

While our plans call for creating new parking areas in the Urban Renewal areas and in other locations of the campus, of necessity these will be relatively small. The ideal solution would be for the University to acquire additional land fairly adjacent to the campus that could be used for parking. However, such land would have to be bought from Institution Bonds, and we would rather reserve that money as much as possible.

We believe there is a satisfactory temporary solution to this problem. We propose to lease land near the campus on an annual basis, possibly with an option to later acquire the property. We propose limiting the amount of such leases to the income we derive from parking fees and fines. This would be a fair approach in which income derived from parking would be plowed back into additional parking facilities.

We are uncertain as to whether this approach is within our normal operating procedure or whether it is a matter that should have the approval of the Budget and Control Board. Since there is some question, we are requesting permission from your Board to proceed with leasing land from income derived from University parking.

Yours truly,

H. Brunton
Dean of Administration

HB/maf



cc: Dr. Jones
Dean Patterson

Mr. P.C.B.

UNIVERSITY OF SOUTH CAROLINA

COLUMBIA, S. C. 29208

DEAN OF ADMINISTRATION

March 1, 1965

State Budget and Control Board
P. O. Box 333
Columbia, South Carolina

Attention: Mr. J. M. Smith

Dear Mr. Smith:

According to Section 90 of the 1964-65 Appropriation Act the statement is made "Provided however, that the said increase shall not be applied to salaries of \$20,000 or above nor in an amount that will carry an existing salary above \$20,000".

As you know, some of our faculty members do research during the Summer, funds for which are supplied from Federal Agencies. In this regard, we wonder whether the \$20,000 limitation applies only to State funds or whether it applies to the total salary that is paid an individual, regardless of the source of the funds.

We would appreciate receiving your clarification on this matter.

Yours truly,

H. Brunton
Dean of Administration

HB/maf

(PROPOSED)
FACULTY COMPENSATION POLICIES
FOR STATE COLLEGES AND UNIVERSITIES

- o -

(The objective of the following proposed policies is to establish certain guides and limits for the compensation of faculty personnel that will eliminate the necessity of obtaining the Budget and Control Board's approval of each individual case in the more common areas of employment. The Board's approval would continue to be sought in any instance not covered by these policies).

I. DEFINITIONS.

The following definitions apply to terms used herein:

(1) Base Period means either (a) a semester, (b) the academic year (which covers both of the two regular semesters), or (c) the full twelve months' year.

(2) Base Pay means the compensation allowed for full time employment during a base period.

(3) Extra Duties means certain work performed during a base period in addition to work covered by the base pay. The following are examples of extra duties:

(a) Teaching extension, correspondence or field courses.

(b) Participating in adult education courses, or up-dating seminars.

(c) Engaging in short-duration public service problems.

II. BASE PAY.

Base pay shall be allowed in accord with compensation rates approved by the Budget and Control Board for the several categories of employment.

III. COMPENSATION FOR EXTRA DUTIES.

Compensation for performance of extra duties may not exceed 15% of the employee's base pay for the period during which the extra duties are performed.

IV. COMPENSATION FOR SIX-WEEKS SUMMER SCHOOL.

Compensation for a full time work load for a six-weeks ^{Summer Session} shall not exceed 15% of the employee's base pay for the immediately preceding academic year.

THIS CASE MAY HAVE SOME OR ALL OF THE FOLLOWING DEFECTS WHICH MAY BE QUESTIONABLE WHEN READING. IN SPECIAL PROBLEM AREAS, THIS ROLL NOTE MAY BE REFILMED BEFORE THE DOCUMENT OR DOCUMENTS IN QUESTION.

1. PHOTOCOPY NOT CENTERED PROPERLY CUTTING OFF SOME OF THE INFORMATION.
2. DOCUMENTS ARE OF POOR LEGIBILITY AND MAY NOT PHOTOGRAPH WELL.
3. DOCUMENTS DAMAGED OR TORN BEFORE ARRIVING FOR FILMING.
4. DOCUMENTS CONTAIN A DOUBLE-COPY IMAGE, THE UNDERLYING IMAGE IS IRRELEVANT TO THE READABLE INFORMATION.
5. OVERSIZED DOCUMENTS THAT COMPRISE TWO OR MORE FRAMES.
6. DOCUMENTS WITH GLUED INSERTS WHICH WERE OR COULD NOT BE REMOVED, INFORMATION MAY OR MAY NOT BE UNDER THE INSERT.

(PROPOSED)
FACULTY COMPENSATION POLICIES
FOR STATE COLLEGES AND UNIVERSITIES

- o -

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I. DEFINITIONS.

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(a) Teaching extension, correspondence or field courses.

(b) Participating in adult education courses, or up-dating seminars.

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IV. COMPENSATION FOR SIX-WEEKS SUMMER SCHOOL.

Compensation for a full time work load for a six-weeks ^{JAMMER SESSION} shall not exceed 15% of the employee's base pay for the immediately preceding academic year.

V. COMPENSATION FOR THE SUMMER PERIOD.

Compensation for teaching and/or sponsored research performed during the summer months (between academic years), and not related to a regular six-weeks summer session, shall be allowed as follows:

(1) for an employee whose base period is a semester or academic year, compensation shall be at the same rate as for his base period.

(2) for an employee whose base period is the full twelve months' year, compensation shall not exceed 15% of his base pay for the time such teaching and/or sponsored research is performed. This additional compensation will be allowed only in those instances where it is clear that the particular teaching and/or sponsored research is over and above the duties covered by base pay.

VI. SPONSORED RESEARCH.

Sponsored research engaged in during an employee's base period will be considered as compensated for in his base pay. Additional or extra compensation for such work will not be allowed except under the most unusual circumstances and only with specific approval of the Budget and Control Board.

VII. EXCEPTIONS.

Any proposed compensation not in accord with the policies outlined herein will be submitted to the Budget and Control Board for approval before a commitment is made with the particular employee concerned.

VIII. APPLICATION OF POLICIES.

College authorities are authorized to employ personnel under the terms of these policies without obtaining the Board's approval of each individual case. For record purposes, however, authorities will continue to notify the Board of all employment, resignations, compensation changes or other personnel actions.

SOUTH CAROLINA STATE COLLEGE
ORANGEBURG, S. C.

OFFICE OF THE BUSINESS MANAGER

February 8, 1965

Mr. J. M. Smith
State Auditor
Post Office Box 333
Columbia, South Carolina

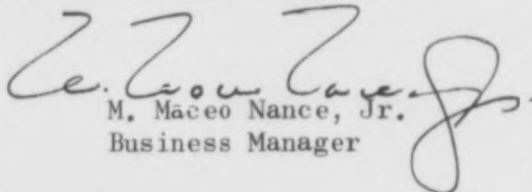
Dear Mr. Smith:

As a result of our conversation this morning, I am herewith forwarding to you for your information and consideration the exceptions that South Carolina State College wishes to make in the present "Policies on Salaries and Salary Adjustments." These exceptions are requested in the light of the Council of President's request that South Carolina State College be given special consideration:

1. Faculty and staff as stated in the "Policies on Salaries and Salary Adjustments," Section I-C, include both faculty and administrative personnel insofar as South Carolina State College is concerned.
2. The maximum compensation permitted a twelve-month administrative employee working in the summer program would not exceed 15 percent of his base pay.
3. Since South Carolina State College operates one eight-week summer session, compensation for nine-month personnel shall not exceed 20 percent of the employee's base pay for the immediately preceding academic year (other South Carolina State colleges and universities operating 2 six-week sessions, under the present policy, may compensate 15 percent for each six-week session, or a total of 30 percent).

These exceptions are requested in that our summer school cannot compete with other schools for personnel, making it necessary that we use administrative personnel in our summer program.

Sincerely yours,


M. Maceo Nance, Jr.
Business Manager

MMNJr/nvc

Enclosures (2)

Letter to Governor Russell from General Clark
Minutes of Council Presidents' Meeting - Page 2, Section B-1

C O P Y

February 2, 1965

The Honorable Donald S. Russell
Governor of South Carolina
Columbia, South Carolina

Dear Governor Russell:

You will recall that at the meeting of the Council of Presidents held in your office on January 27, I informed you that the Council had taken action designed to expedite the approval by you of the Policy on Salaries and Salary Adjustments.

It was brought out in the meeting that Mr. Pat Smith of the Budget and Control Board had indicated that the implementation of the Policy on Salaries and Salary Adjustments would be most helpful if adopted for all state colleges except the Medical College of South Carolina and the S. C. State College, both of which have special problems in this area. (3)

It is the hope of the Council that you can give this policy your blessing in order that it can be promulgated and used as a guide by state supported colleges in their salary policies.

The most important exception in this regard pertains to the S. C. State College where their problems are different and where they have great difficulty with the funds available in obtaining the type of professor needed at that institution.

The Council recommended that special consideration be given to the State College and that Dr. Turner be authorized by the Budget and Control Board to confer directly with its representatives in order to determine which parts of the policy are applicable to State College and what new regulations should be approved in order to give them the leeway and support they need in this difficult problem.

The Honorable Donald S. Russell - 2 -

February 2, 1965

If upon your approval of this policy you will ask the Budget and Control Board to contact Dr. Turner so that a meeting can be arranged, it will be most helpful. I assure you that all members of the Council appreciate the difficulties inherent at the State College and all are desirous of giving assistance.

Sincerely,

Mark W. Clark

MWC/spb

MINUTES

The Council of Presidents of the State Institutions of Higher Learning January 27, 1965

The winter meeting of the Council of Presidents of the State Institutions of Higher Learning was held in the Governor's Office in Columbia on Wednesday, January 27, 1965 at 10:00 a. m. , with General Mark W. Clark, Chairman, presiding. All members were present, including Dr. William M. McCord, who as Acting President of the Medical College of South Carolina replaced Dr. Pratt-Thomas as a member of the Council.

I. Minutes of the June 25, 1964 meeting

The minutes of the June 25, 1964 meeting, which had been previously circulated, were approved.

II. Old Business

Revised Calendar--As a matter of record, The Citadel and the University of South Carolina decided that for the 1965-66 year they would not go on the new calendar previously adopted by Clemson, Winthrop, and South Carolina State College.

III. New Business

A. Recommendations from the Committee of Academic Deans

1. The Council requested the academic deans continue their study of possibly requiring all South Carolina marginal would-be freshmen to attend summer session prior to entering in the fall.
2. It is believed that this committee should study further and recommend an uniform cut-off date in State institutions for acceptance of applications for admission.
3. The Council feels that the Budget and Control Board should make more use of "full-time equivalent students" in figuring cost to the state per student.

2.

B. Recommendation from the Committee of Business Officers

1. It was found that final action regarding the amended document on "Policy on Salaries and Salary Adjustments" was now awaiting approval of the Governor.

It was noted that the State College has a serious problem in obtaining qualified teaching personnel and, therefore, their administrative personnel had to be used on an extra pay status for additional hours of work.

The Council realizes that State College and the Medical College have special problems, which would not be solved by the specifications provided in document, and they should each work with the Budget and Control Board to solve their problems.

General Clark stated that as Chairman, he would write the Governor to request that this document be approved and applied to all except the South Carolina State College and the Medical College of South Carolina. (Attachment No. 1)

- .C. President Edwards requested a copy of the official definition of out-of-state residents. The Chairman stated that he would review the past recommendations of the Council on this matter and report same in the minutes.

The Admissions and Transfers Committee of the Council of Presidents recommended on April 8, 1963 a Definition of State Residency for Determination of Tuition and Fee Purposes. (Attachment No. 2). It is to be noted that this report was surveyed by the State Attorney General and found to be proper and in accordance with law. (Attachment No. 3) On July 31, 1963, the Council moved that suggested definition of the "State Residents" be transmitted through the proper channels to the Budget and Control Board.

It is to be noted in the minutes of April 20, 1964 that Mr. Smith has not yet brought this subject up before the Budget and Control Board.

- D. The Council urged the Interinstitutional Library Committee to expedite their study to further the cost of Interinstitutional Reference Service and also to determine cost of a computerized list and the annual updating of the serial holdings in the six institutions.
- E. After a discussion on out-of-state college fees and its effect on 1965-66 budget, General Clark presented a resolution which was adopted by the Council of Presidents, with certain amendments, as follows:

In order to regulate and coordinate more carefully and accurately fees to be charged, not only for out-of-state students but in-state students as well, the following considerations are applicable:

1. Out-of-state students should defray more of their cost of education in South Carolina.
2. The amount charged should be carefully coordinated by the Council of Presidents and, in general, be the same.
3. No large increases in the cost of out-of-state students should be made at one time but rather be spread over a period of two or three years.

It is realized that the state needs more money in its budget from out-of-state students, and I, therefore, recommend that for this year an amount between \$250-\$275 be added in fees for out-of-state students. This will be in addition to what they are now paying.

4. That the cost of educating out-of-state students has such an important impact on the higher education in South Carolina that this matter be referred to the Council of Presidents so that they can make studies and recommendations based upon charges being made by border states and submit to the Budget and Control Board their recommendations as to comparable tuition and fees which should be charged by South Carolina state-supported colleges for in and out-of-state students.
5. That in order that the state-supported colleges have sufficient operating funds with which to operate their colleges at the beginning of the next school year that funds deleted because of expectation of collecting more than \$250-\$275 from out-of-state students be added to the respective appropriations of state-supported colleges.
6. The Council of Presidents further recommends, to insure sound fiscal policy, that the institutional budgets be funded from state appropriations, including the increase anticipated to accrue from the \$250-\$275 per student increase for out-of-state students and that the institutions remit to the state the collection of these fees.

F. The Council realizing that a strong Negro college is the greatest bulwark we have for stability in the State of South Carolina adopted the following resolution:

"The Council of Presidents is deeply concerned with the strength and stability of Education, at all levels, in South Carolina. A strong college, predominantly used by Negroes, is an essential part of our higher education system. We find that South Carolina State College has serious problems in maintaining and staffing

its program. Subject to the wishes of the Board of Trustees, the Council of Presidents stands ready to empanel a committee from the staffs of our colleges to join with the Administration of South Carolina State College in studies aimed in improving the academic program and in acquiring qualified faculty in adequate numbers."

G. Other

1. President Edwards presented to members a tabulation report made on "Residence and Migration of South Carolina College Students, Fall 1963." He also presented copies of "Comparative Schedule of Tuition, Fees, Room, and Board, in Fourteen Southern Institutions."
2. President Davis presented information on building of dormitories by private concerns. More detailed discussion of this matter will be presented at the next meeting.
3. A request has been received from Sumter County, by Clemson University, to assist them in establishing an educational center. A similar request was received from Union County, by the University of South Carolina, to establish a center in their area. The Council went on record as approving these requests, as it thought that such additional educational programs were needed in the state.
4. The Governor desires to cooperate with the Federal Government on state education matters. President Davis thought that since private schools would also be involved, this should come under the direction of the Association of South Carolina College Presidents, where he is not acting as President. This Association will take up this subject when they convene in the spring, and it will make appropriate recommendations to the Governor.
5. The Council members expressed a desire to meet again in the near future.

There being no further business, the meeting adjourned at 12:30 p.m.

At the time of the writing of these minutes, the Chairman has made arrangements for the Council of Presidents to meet at 10:00 a.m. in Mark Clark Hall, The Citadel on Friday, April 2, 1965.

E N D