

Columbia, South Carolina
March 10, 1960

The State Budget and Control Board met in the Office of the Governor on Thursday, March 10, 1960, at 10:00 A. M. All members of the Board were present.

The attached resolution authorizing the issuance of \$1,400,000.00 in bonds by the S. C. Educational Finance Commission for the purchase of School Busses was duly approved by the Board.

The Board approved the attached resolution authorizing the issuance of \$1,500,000.00 State Institution Bonds by the University of South Carolina.

The Board then adjourned.

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 One Million Four Hundred Thousand Dollars (\$1,400,000) State School Bonds, Series P, to be dated April 1, 1960, to bear interest at the rate of five per centum (5%) per annum, payable semi-annually on April 1 and October 1 in each year until the respective maturity of the bonds, to mature as follows: \$175,000 on April 1 in each of the years 1961 to 1968, inclusive, and to be subject to redemption on all interest payment dates, at par, and accrued interest to the date of redemption; and

WHEREAS, after due consideration, the State Budget and Control Board has approved of the terms and conditions of such disposition;

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.



STATE OF SOUTH CAROLINA
BUDGET AND CONTROL BOARD
117 WADE HAMPTON STATE OFFICE BLDG.
COLUMBIA

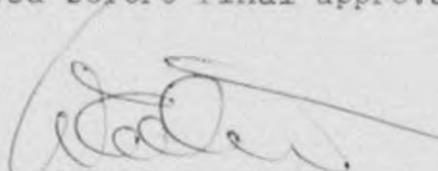
WALTER B. BROWN, DIRECTOR
SINKING FUNDS AND PROPERTY

March 29, 1960

MEMORANDUM TO MR. J. M. SMITH:

On March 29, 1960, The Budget and Control Board met in the Governor's office and at this meeting approved the following:

1. Granted the Sinking Fund to release certain properties of Sullivan's Island back to the Federal Government for restoration of the property involved.
2. Approved a loan of \$400,000.00 to Clemson College at a rate of interest at $4\frac{1}{2}\%$ per annum.
3. The Board authorized negotiations with the Southern Railway for certain right-of-ways at the Area Trade School for a Spur Track and requested a map showing the property involved before final approval.


WALTER B. BROWN
DIRECTOR

WBB/mr

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THE STATE OF SOUTH CAROLINA.

WHEREAS, The University of South Carolina, by and through its Board of Trustees, has presented an application to the State Budget and Control Board of the State of South Carolina for the sum of One Million, Five Hundred Thousand Dollars (\$1,500,000.00) to finance the cost of improvements at such Institution hereinafter described; and

WHEREAS, this Board has considered said application and has, for itself, obtained the information needed to make the findings hereinafter made;

NOW, THEREFORE, BE IT RESOLVED BY THE STATE BUDGET AND CONTROL BOARD OF THE STATE OF SOUTH CAROLINA, AS FOLLOWS:

I.

The Board has ascertained, and hereby determines that there is a definite and immediate need for the improvements described in the application made on behalf of the University of South Carolina as follows:

- (a) The acquisition of additional real property which shall become a part of the campus of The University of South Carolina;
- (b) The construction and equipping of a chemical and mechanical engineering building; and
- (c) Improvements to Lieber College and extension to the heating system of The University.

II.

The following schedule of tuition fees is in effect at said Institution, and said schedule of tuition fees is found to be satisfactory and proper, viz.:

Resident Undergraduate	\$ 80.00
Non-Resident Undergraduate	250.00
Resident Law	120.00
Non-Resident Law	250.00

III.

Such schedule of tuition fees, as applied to regularly enrolled students at The University of South Carolina, on the basis of the number of students regularly enrolled therein at the close of the last preceding academic semester or term (exclusive of any summer school semester or term), will, if multiplied by the number of years for which the bonds herein provided shall be outstanding, result in the production of a sum equal to not less than one hundred fifty per cent (150%) of all State Institution Bonds now proposed to be issued for said Institution, upon the approval of such application.

IV.

The Board of Trustees of The University of South Carolina has agreed that such schedule of tuition fees now in effect may be revised from time to time and whenever necessary to provide not less than the sum needed to pay the principal and interest requirements on the proposed bonds issued for said Institution.

V.

In order to comply with the provisions of Act No. 139 of the Acts of 1953 of South Carolina, as amended, this Board hereby sets forth the following:

1. The name of the State Institution seeking funds, and the amount sought on the basis of the application filed with this Board is as follows:

The University of South Carolina	\$1,500,000
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2. State Institution Bonds which have been issued on behalf of The University of South Carolina outstanding as of April 2, 1960, are:

(a) Those dated April 1, 1954, of which \$1,280,000 are now unmatured. Such bonds mature \$170,000 in each of the years 1961 to 1964, inclusive, and \$120,000 in each of the years 1965 to 1969, inclusive. Such bonds bear interest at the rate of 1 3/4% per annum.

- (b) Those dated June 1, 1955, of which \$510,000 are now unmatured. Such bonds mature \$35,000 in each of the years 1960 to 1965, inclusive, and \$30,000 in each of the years 1966 to 1975, inclusive. Of such bonds, those maturing in the years 1960 and 1961 bear interest at the rate of 2 1/4% per annum; those maturing in the years 1962 to 1970, inclusive, bear interest at the rate of 1 3/4% per annum; and those maturing in the years 1971 to 1975, inclusive, bear interest at the rate of 2% per annum.
- (c) Those dated November 1, 1957, of which \$1,250,000 are now unmatured. Such bonds mature \$50,000 in each of the years 1960 to 1962, inclusive, \$60,000 in each of the years 1963 to 1967, inclusive, \$75,000 in each of the years 1968 to 1972, inclusive, and \$85,000 in each of the years 1973 to 1977, inclusive. All of such bonds bear interest at the rate of 4% per annum.

3. The Board has made the findings required of it by Section 6 of said Act No. 139 of the Acts of 1953 of South Carolina, as amended, and has not modified in any manner the application made on behalf of The University of South Carolina.

4. The attached schedule shows:

- (a) The annual debt service requirements of the outstanding bonds throughout the life of said bonds;
- (b) The maturities of the State Institution Bonds to be issued for The University of South Carolina, to raise the sum applied for, together with the anticipated interest cost for each year during the life of the bonds to be issued on behalf of said Institution, computed at the rate of 5% per annum; and
- (c) The total of (a) and (b), which is the anticipated aggregate annual principal and interest requirements for the outstanding bonds and the proposed bonds.

VI.

State Institution Bonds in the aggregate amount of \$1,500,000 should be issued as a single issue. Such issue shall consist of a single series, lettered and numbered as follows:

Twenty (20) bonds in fully registered form and in denomination corresponding to the annual amount to mature in accordance with the schedule attached. Said bonds shall be numbered A 4901 to A 6400 inclusive, with a separate numeral allotted to each \$1,000 multiple. The bonds shall be in the form set forth in the Exhibit attached to this Resolution.

807

443

- (b) Those dated June 1, 1955, of which \$510,000 are now unmaturred. Such bonds mature \$35,000 in each of the years 1960 to 1965, inclusive, and \$30,000 in each of the years 1966 to 1975, inclusive. Of such bonds, those maturing in the years 1960 and 1961 bear interest at the rate of 2 1/4% per annum; those maturing in the years 1962 to 1970, inclusive, bear interest at the rate of 1 3/4% per annum; and those maturing in the years 1971 to 1975, inclusive, bear interest at the rate of 2% per annum.
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143

Such series of bonds shall be dated April 1st, 1960, and shall bear interest payable to the registered holder thereof semi-annually on April 1st and October 1st of each year, beginning October 1st, 1960.

Each bond of this series maturing subsequent to the year 1970 shall be subject to redemption on April 1st, 1965, and all subsequent interest payment dates, in whole or in part, but if in part, in inverse numerical order, at a redemption price of par, plus accrued interest to the date fixed for redemption, plus a redemption premium of \$10.00 for each \$1,000 multiple of each bond so redeemed, but no bond of any maturity of this series shall be redeemed in whole or in part unless all bonds of subsequent maturities of this series have been previously redeemed in their entirety.

Pursuant to the authorization of Act No. 126 of the Acts of 1957, the Board approves the private placement of the bonds hereby authorized to be issued, to bear interest at the rate of five per centum (5%) per annum, payable semi-annually on the 1st days of April and October of each year. Such bonds shall be sold to the State Budget and Control Board of South Carolina, as Trustee of the funds of the South Carolina Retirement System, at par. Accrued interest to the date of the delivery of the Bonds need not be paid unless the State Treasurer shall so elect, but in such event, the installment of interest to become due on October 1, 1960, shall be diminished to the extent that interest would accrue from April 1, 1960 to the date of the delivery of the Bonds.

VII.

The number of regularly enrolled students at The University of South Carolina at the close of the last preceding academic semester, which ended on the 27th day of January, 1960, and the annual tuition fees payable by each

of such students in accordance with the schedule of tuition fees payable by such students were as follows:

<u>NUMBER OF REGULARLY ENROLLED STUDENTS</u>		<u>TUITION FEES</u>	<u>AGGREGATE AMOUNT OF TUITION FEES</u>
Resident Undergraduate	4,187	\$ 80.00	\$334,960
Non-Resident Undergraduate	451	250.00	112,750
Resident Law	155	120.00	18,600
Non-Resident Law	10	250.00	<u>2,500</u>
			\$468,810

VIII.

The tuition fee schedule now in effect at The University of South Carolina requires each enrolled student to pay fees in accordance with the fees set forth in Paragraph VII, supra. If such schedule is maintained, and if the enrollment remains constant, the amount to be derived from such tuition fees for the twenty year life of the bonds would be \$9,376,200.

The aggregate debt service of all State Institution Bonds outstanding, or to be outstanding for The University of South Carolina following the approval of this application, will be \$6,100,937.50. 150% of this figure is \$9,151,405.25, which is less than the amount of the anticipated revenues to be derived by The University of South Carolina. Thus, a compliance with the coverage provision of the Enabling Act will be effective.

IX.

This Board does hereby approve the application of The University of South Carolina and does hereby direct that formal request be made of the Governor and the State Treasurer to make provision for the issuance of the State Institution Bonds herein described. Such request shall be evidenced by the delivery to each of the Governor and the State Treasurer of a copy of this Resolution, duly certified by the Secretary of this Board.

1440

THE STATE OF SOUTH CAROLINA.

WHEREAS, pursuant to Act No. 139 of the Acts of the General Assembly of the State of South Carolina for the year 1953, as amended by an Act of the General Assembly entitled, "AN ACT TO AMEND ACT NO. 139 OF THE ACTS AND JOINT RESOLUTIONS OF 1953 PROVIDING FOR THE ISSUANCE BY THE STATE OF SOUTH CAROLINA OF ITS STATE INSTITUTION BONDS, TO PRESCRIBE THE CONDITIONS UNDER WHICH SUCH BONDS MAY BE ISSUED, ETC., AS AMENDED BY ACT NO. 665 OF THE ACTS OF 1954, SO AS TO PERMIT STATE INSTITUTION BONDS TO BE PRIVATELY PLACED IF THE APPROVAL OF THE STATE BUDGET AND CONTROL BOARD BE OBTAINED, TO CONFORM THE FINANCIAL TEST GOVERNING THE ISSUANCE OF SUCH BONDS TO THE TEST PRESCRIBED BY THE DECISION OF THE SUPREME COURT OF SOUTH CAROLINA RELATING TO THE VALIDITY OF SUCH BONDS, AND TO MODIFY THE REQUIREMENTS AS TO THE FORM AND DENOMINATION OF STATE SCHOOL BONDS," approved March 15th, 1957, it is provided that State Institution Bonds issued pursuant to said Act No. 139 of 1953, as thus amended, may be privately placed if the terms and conditions of such disposition shall be approved by resolution duly adopted by the State Budget and Control Board, and if the terms of the proposal meet the financial test prescribed by said Act as amended; and,

WHEREAS, an issue of One Million, Five Hundred Thousand Dollars (\$1,500,000) State Institution Bonds have been authorized to obtain funds for permanent improvements at The University of South Carolina; and

WHEREAS, it is proposed that the entire issue of said bonds be sold to the State Budget and Control Board, in its capacity as Trustee of the funds of the South Carolina Retirement System, at an interest cost of five per centum (5%); and

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WHEREAS, an issue of One Million, Five Hundred Thousand Dollars (\$1,500,000) State Institution Bonds have been authorized to obtain funds for permanent improvements at The University of South Carolina; and

WHEREAS, it is proposed that the entire issue of said bonds be sold to the State Budget and Control Board, in its capacity as Trustee of the funds of the South Carolina Retirement System, at an interest cost of five per centum (5%); and

WHEREAS, due and careful consideration of the proposal has been given, and it has been determined by this Board, in its capacity as Trustee aforesaid, that the proposal is advantageous to the fund for which it is Trustee;

NOW, THEREFORE, BE IT RESOLVED BY THE STATE BUDGET AND CONTROL BOARD, IN ITS CAPACITY AS TRUSTEE OF THE FUNDS OF THE SOUTH CAROLINA RETIREMENT SYSTEM:

That it do purchase the issue of \$1,500,000 State Institution Bonds, to be dated April 1st, 1960, to bear interest at the rate of 5% per annum, payable semi-annually on the 1st days of April and October of each year, to be issued in fully registered form, and in denominations equal to the annual amount of bonds to mature in accordance with the schedule of retirement provided for in the proceedings authorizing the issuance of said bonds, and that upon delivery of the bonds, payment therefor, at par, plus accrued interest on said bonds from their date to the date of their delivery, be effected.

STATE OF SOUTH CAROLINA,
COUNTY OF RICHLAND.

I, J. M. SMITH, Auditor of the State of South Carolina,
and Secretary to the STATE BUDGET AND CONTROL BOARD, DO HEREBY
CERTIFY:

That due notice of meeting of said Board, called to
be held at the office of the Governor, in the State Capitol,
at Columbia, South Carolina, at _____ M., _____,
_____, 1960, was given to all members of
said Board 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 the
following votes were case:

FOR MOTION

AGAINST MOTION

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.

_____, 1960.

Secretary

1448

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