

MINUTES OF BUDGET AND CONTROL BOARD MEETING

MARCH 15 1973

The Budget and Control Board held a meeting in the Governor's Office at 11:00 a. m. on March 15, 1973. Board members in attendance were:

Governor John C. West
Mr. R. J. Aycock
Mr. Henry Mills

Mr. Grady L. Patterson, Jr., was out of the city and Senator Rembert Dennis was absent because of duties in the Senate.

Also attending were Messrs. P. C. Smith and W. T. Putnam.

The following business was conducted.

BOND RESOLUTIONS - The Budget and Control Board received Bond Resolutions as follows:

A. South Carolina Highway Department for the issuance of State Highway Bonds in the amount of \$35,000,000.

B. University of South Carolina for the issuance of State Institution Bonds in the amount of \$6,950,000.

C. Clemson University for the issuance of State Institution Bonds in the amount of \$2,500,000.

D. The Medical University of South Carolina for the issuance of State Institution Bonds in the amount of \$3,050,000.

The Budget and Control Board passed Resolutions approving the issuance of all of the above mentioned bonds.

Copies of these Resolutions have been retained in these files and are collectively identified as Exhibit I.

SECRETARY'S NOTE: Subsequent to the meeting, Mr. P. C.

Smith contacted Mr. Grady L. Patterson, Jr., and Senator Rembert Dennis and each concurred in the approval of the Bond Resolutions.

PARKS, RECREATION AND TOURISM - Mr. Bob Hickman, Director of the Department of Parks, Recreation and Tourism, appeared before the Board and requested permission to sell twenty-five acres of the property which is located at Roper Mountain and which was part of the Piedmont Tricentennial Exposition.

Mr. Hickman assured the Board members that the prospective buyer was willing to coordinate plans for development of this property with the plans of the Department of Parks, Recreation and Tourism for the remaining forty acres. Mr. Hickman also indicated that this exhibition area had been re-studied by a consulting group which had participated in the original plan and that it was believed that the entire park area could become self supporting.

According to Mr. Hickman, a ruling has been obtained from the Attorney General's Office indicating that the Department of Parks, Recreation and Tourism has the authority to sell the property in question provided it received the approval of the Budget and Control Board.

The Board approved the selling of the property in question at a price of \$20,000 per acre.

MINING LEASE - WINYAH BAY - Mr. Furman McEachern, Mr. Paul Infinger and the Honorable Daniel McLeod appeared before the Budget and Control Board to request the approval of a sand mining lease to be negotiated with Winyah Bay Investments, Inc., and the Belser Company, Inc.

Mr. McEachern advised the Board that the companies involved wished to dredge sand from Winyah Bay at the junction of the Pee Dee and Waccamaw Rivers and would pay the State of South Carolina six cents per cubic yard. In addition, the two companies were willing to deed to the

State of South Carolina certain lands known to be above the high water mark in order to dispel any questions concerning the high water and low water marks of the area.

Mr. McEachern indicated that the dredging operation had been reviewed by the Water Resources Commission, the Wildlife Commission and the Pollution Control Authority.

The Board then approved the lease with Winyah Bay Investments, Inc., and the Belser Company, Inc.

A copy of the lease has been retained in these files and is identified as Exhibit II.

TIDELAND LEASES - PROCEDURES - The Board members continued a discussion of tideland leases and the Attorney General, Mr. Daniel McLeod, strongly urged that public hearings be held in all such cases. The Board members agreed, and Governor West requested that a set of procedures be developed which would deal with the presentation to the Board of these matters.

It was noted that several hearings were held with respect to the proposed dredging operations of Winyah Bay Investments, Inc., and Belser Company, Inc., but that these hearings were conducted by the Corps of Engineers rather than by the State of South Carolina. It was also noted that in these hearings, the objections pertained, not to the dredging operations themselves, but rather to the location at which the sand would be dumped. This fact tended to emphasize the need for separate applications to be filed with the Corps of Engineers and the State of South Carolina.

Mr. Furman McEachern agreed to work with the Office of the Attorney General to develop procedures pertaining to tideland leases and to present such procedures to the Board for its approval.

There being no further business, the meeting was adjourned
at 11:45 a. m.

Postman

SINKLER GIBBS SIMONS & GUÉRARD
ATTORNEYS & COUNSELLORS AT LAW
PROFESSIONAL ASSOCIATION

HUGER SINKLER
CHARLES H. GIBBS
ALBERT SIMONS, JR.
THEODORE B. GUÉRARD
G. DANA SINKLER
THOMAS G. BUIST
RUTH WILLIAMS

THOMAS A. HUTCHESON
ROBERT H. HOOD
CHARLES F. AILSTOCK

2 PRIOLEAU STREET

CHARLESTON, S. C. 29402

POST OFFICE BOX 340

March 9, 1973

Honorable P. C. Smith
State Auditor
P. O. Box 11333
Columbia, S. C. 29211

Dear Pat:

Re: \$47,500,000 State of South Carolina
General Obligation Bonds consisting of
\$35,000,000 State Highway Bonds and
\$12,500,000 State Institution Bonds.

I am making provision for the advertisement for the above bonds to appear in The State and The Daily Bond Buyer on March 16. It is, therefore, necessary that the Budget and Control Board adopt the resolutions authorizing the issuance of these bonds prior to that date. Accordingly, you will find herein two resolutions - one authorizing the issuance of the State Highway Bonds and the second authorizing the issuance of the State Institution Bonds. If you will arrange for the adoption of these resolutions on March 15 it will be greatly appreciated.

Apropos of the State Highway Bonds, I enclose herein a copy of a Resolution and Request, which is to be adopted by the Highway Commission at its meeting to be held Thursday, March 15. Undoubtedly, Mr. Brooks, to whom a copy of this letter is being sent, will be giving you a certified copy of this resolution on the afternoon of the 15th, so that it will be in your possession on the occasion that the State Board meets on the 15th.

In connection with the State Institution Bonds I enclose copies of resolutions of the Boards of Trustees of the Institutions affected, which were adopted as follows: University of South Carolina on March 7, Clemson University on March 2, and Medical University on March 13.

With kind regards,

Sincerely yours,

Huger

HS:mw
Encs.

SINKLER GIBBS SIMONS & GUÉRARD

PROFESSIONAL ASSOCIATION

Hon. P. C. Smith
March 9, 1973
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CC:

Hon. Grady L. Patterson, Jr.
State Treasurer
P. O. Box 11568
Columbia, S. C. 29211

Wm. T. Putnam, Esq.
Special Assistant to State Auditor
P. O. Box 11333
Columbia, S. C. 29211

William T. Brooks, Esq.
Secretary-Treasurer
State Highway Department
1100 Senate Street
Columbia, S. C. 29202

A RESOLUTION

BY THE BOARD OF TRUSTEES OF THE UNIVERSITY OF SOUTH CAROLINA
REQUESTING THE ISSUANCE OF STATE INSTITUTION BONDS PURSUANT
TO CHAPTER 2, TITLE 22, VOLUME 6, CODE OF LAWS OF SOUTH
CAROLINA, 1962, AS AMENDED.

BE IT RESOLVED BY THE BOARD OF TRUSTEES OF THE
UNIVERSITY OF SOUTH CAROLINA:

SECTION 1.

As an incident to the adoption of this Resolution
it is found that permanent improvements of the sort hereafter
described are required for The University of South Carolina
in Columbia, South Carolina (The University), and on the basis
of the foregoing, it has been decided by the Board of Trustees
of The University (The Trustees) that an application should be
made pursuant to the provisions of Chapter 2, Title 22, Code of
Laws of South Carolina, 1962, as amended, for funds to be used
for such purpose. Accordingly, this Resolution is adopted
pursuant to Section 22-24, Code of Laws of South Carolina, 1962,
as amended, in order to make formal application for the issuance
of State Institution Bonds for The University to the extent of
\$6,950,000.

SECTION 2.

The Trustees hereby make formal application, which
shall be dated as of March 7, 1973, to the State Budget and
Control Board of South Carolina for the issuance of \$6,950,000
State Institution Bonds pursuant to the provisions of Chapter 2,
Title 22, Code of Laws of South Carolina, 1962, as amended, in

order that the proceeds thereof may be used to defray the cost of permanent improvements at The University described in SECTION 3 of this Resolution.

SECTION 3.

The description of the improvements required for The University and for that portion of the bonds now sought to be issued therefor is as follows:

Biological Science Center Building for the teaching and research in biological and related sciences.	\$3,900,000
School of Nursing To partially finance new building for the School of Nursing. Balance of financing comes from NIH Grant of \$2,045,000; State Capital Improvement Bonds \$800,000; Williams-Brice Bequest \$500,000.	525,000
Energy Facility-West New building and distribution tunnels for sources of heating and cooling for the area bounded generally by Blossom, Marion, Pendleton and Assembly Streets. Balance of financing is \$1,000,000 from the 1971 Institution Bond Issue.	550,000
Campus Outdoor Lighting To place additional outdoor lighting throughout the campus.	250,000
Property Acquisition Acquisition of additional land in and around the Columbia Campus.	1,590,000
Physical Education Center These additional funds needed to complete the new Physical Education Center building.	100,000
Marine Biology Lab A new building located at Belleview Plantation on Winyah Bay for the study and research in Marine Biology. Balance of financing is \$100,000 grant.	35,000
	<hr/> \$6,950,000

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 March 1, 1972 and ending February 28, 1973 is \$2,736,879.

SECTION 5.

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

<u>TYPE OF STUDENT</u>	<u>TUITION FEES FOR ACADEMIC YEAR</u>
RESIDENT	\$150
NON-RESIDENT	\$400

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 The University and now outstanding, together with the annual interest and principal payments to become due thereon 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 The University 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 The University 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 The University will 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 will be issued on behalf of The University.

SECTION 11.

The Secretary of The Trustees is hereby directed to present a certified copy of this Resolution, together with the Exhibit heretofore referred to, to the Budget and Control Board of South Carolina, as evidence of the formal request of The Trustees for the issuance of State Institution Bonds on behalf of The University.

EXHIBIT A - SCHEDULE I

SHOWING MATURITY SCHEDULE AND (PRO FORMA) DEBT SERVICE OF A PROPOSED ISSUE OF \$6,950,000 STATE INSTITUTION BONDS FOR THE UNIVERSITY OF SOUTH CAROLINA, TO BE DATED APRIL 1, 1973, TO BEAR INTEREST AT THE RATE OF 5% PER ANNUM, PAYABLE ON JUNE 1 AND DECEMBER 1 OF EACH YEAR, COMMENCING DECEMBER 1, 1973 (AT WHICH TIME INTEREST FOR EIGHT MONTHS WILL BE DUE), AND TO MATURE ON DECEMBER 1 IN EACH YEAR AS SHOWN BELOW

CALENDAR YEAR	PRINCIPAL DUE 12-1	INTEREST 6-1 12-1	TOTAL PRIN. & INT.
1973	\$ 300,000	\$ -	\$ 231,666.67*
1974	300,000	166,250.00	632,500.00
1975	300,000	158,750.00	617,500.00
1976	350,000	151,250.00	652,500.00
1977	350,000	142,500.00	635,000.00
1978	350,000	133,750.00	617,500.00
1979	450,000	125,000.00	700,000.00
1980	450,000	113,750.00	677,500.00
1981	500,000	102,500.00	705,000.00
1982	550,000	90,000.00	730,000.00
1983	550,000	76,250.00	702,500.00
1984	550,000	62,500.00	675,000.00
1985	650,000	48,750.00	747,500.00
1986	650,000	32,500.00	715,000.00
1987	650,000	16,250.00	682,500.00
	\$6,950,000	\$1,420,000.00	\$1,651,666.67
			\$10,021,666.67

*Interest for 8 months

EXHIBIT A - SCHEDULE II (a)

TABLE SHOWING PAYMENTS OF PRINCIPAL AND INTEREST HEREAFTER
MATURING ON \$7,500,000 STATE INSTITUTION BONDS ISSUED ON BEHALF
OF THE UNIVERSITY OF SOUTH CAROLINA, DATED DECEMBER 1, 1965

CALENDAR YEAR	PRINCIPAL DUE DECEMBER 1	INT. RATE	INTEREST PAYMENTS		TOTAL	PRINCIPAL
			June 1	Dec. 1	INTEREST	AND INT.
1973	\$ 500,000	3.25%	\$ 65,250	\$ 65,250	\$ 130,500	\$ 630,500
1974	500,000	3.25%	57,125	57,125	114,250	614,250
1975	500,000	3.25%	49,000	49,000	98,000	598,000
1976	500,000	3.25%	40,875	40,875	81,750	581,750
1977	500,000	3.25%	32,750	32,750	65,500	565,500
1978	500,000	3.25%	24,625	24,625	49,250	549,250
1979	500,000	3.30%	16,500	16,500	33,000	533,000
1980	<u>500,000</u>	3.30%	<u>8,250</u>	<u>8,250</u>	<u>16,500</u>	<u>516,500</u>
	\$4,000,000		\$294,375	\$294,375	\$588,750	\$4,588,750

EXHIBIT A - SCHEDULE II (b)

TABLE SHOWING PAYMENTS OF PRINCIPAL AND INTEREST HEREAFTER
MATURING ON \$6,500,000 STATE INSTITUTION BONDS ISSUED ON BEHALF
OF THE UNIVERSITY OF SOUTH CAROLINA, DATED MAY 1, 1967

CALENDAR YEAR	PRINCIPAL DUE DECEMBER 1	INT. RATE	INTEREST PAYMENTS		TOTAL INTEREST	PRINCIPAL AND INT.
			June 1	Dec. 1		
1973	\$ 400,000	3.00%	\$69,525.00	\$ 69,525.00	\$ 139,050.00	\$ 539,050
1974	400,000	3.00%	63,525.00	63,525.00	127,050.00	527,050
1975	400,000	3.00%	57,525.00	57,525.00	115,050.00	515,050
1976	400,000	3.00%	51,525.00	51,525.00	103,050.00	503,050
1977	400,000	3.00%	45,525.00	45,525.00	91,050.00	491,050
1978	400,000	3.10%	39,525.00	39,525.00	79,050.00	479,050
1979	400,000	3.10%	33,325.00	33,325.00	66,650.00	466,650
1980	400,000	3.10%	27,125.00	27,125.00	54,250.00	454,250
1981	400,000	3.20%	20,925.00	20,925.00	41,850.00	441,850
1982	400,000	3.20%	14,525.00	14,525.00	29,050.00	429,050
1983	250,000	3.25%	8,125.00	8,125.00	16,250.00	266,250
1984	250,000	3.25%	4,062.50	4,062.50	8,125.00	258,125
	\$4,500,000		\$435,237.50	\$435,237.50	\$870,475.00	\$5,370,475

EXHIBIT A - SCHEDULE II (c)

TABLE SHOWING PAYMENTS OF PRINCIPAL AND INTEREST HEREAFTER
MATURING ON \$1,470,000 STATE INSTITUTION BONDS ISSUED ON BEHALF
OF THE UNIVERSITY OF SOUTH CAROLINA, DATED JUNE 1, 1968

CALENDAR YEAR	PRINCIPAL DUE DECEMBER 1	INT. RATE	INTEREST PAYMENTS		TOTAL	PRINCIPAL AND INT.
			June 1	Dec. 1	INTEREST	
1973	\$ 65,000	3.00%	\$ 17,505	\$ 17,505	\$ 35,010	\$ 100,010
1974	65,000	3.00%	16,530	16,530	33,060	98,060
1975	65,000	3.00%	15,555	15,555	31,110	96,110
1976	75,000	3.00%	14,580	14,580	29,160	104,160
1977	75,000	3.00%	13,455	13,455	26,910	101,910
1978	75,000	3.00%	12,330	12,330	24,660	99,660
1979	75,000	3.00%	11,205	11,205	22,410	97,410
1980	90,000	3.00%	10,080	10,080	20,160	110,160
1981	90,000	3.00%	8,730	8,730	17,460	107,460
1982	90,000	3.00%	7,380	7,380	14,760	104,760
1983	90,000	3.00%	6,030	6,030	12,060	102,060
1984	90,000	3.00%	4,680	4,680	9,360	99,360
1985	90,000	3.00%	3,330	3,330	6,660	96,660
1986	90,000	3.00%	1,980	1,980	3,960	93,960
1987	<u>42,000</u>	3.00%	<u>630</u>	<u>630</u>	<u>1,260</u>	<u>43,260</u>
	\$1,167,000		\$144,000	\$144,000	\$288,000	\$1,455,000

EXHIBIT A - SCHEDULE II (d)

TABLE SHOWING PAYMENTS OF PRINCIPAL AND INTEREST HERE-
AFTER MATURING ON \$6,250,000 STATE INSTITUTION BONDS
ISSUED ON BEHALF OF THE UNIVERSITY OF SOUTH CAROLINA,
DATED MARCH 1, 1971

CALENDAR YEAR	PRIN. DUE DEC. 1	INT. RATE	INTEREST June 1	PAYMENTS Dec. 1	TOTAL INT.	PRINCIPAL AND INT.
1973	\$ 300,000	4.50%	\$114,812.50	\$114,812.50	\$ 229,625	\$ 529,625
1974	325,000	4.00%	108,062.50	108,062.50	216,125	541,125
1975	350,000	3.50%	101,562.50	101,562.50	203,125	553,125
1976	400,000	3.50%	95,437.50	95,437.50	190,875	590,875
1977	425,000	3.50%	88,437.50	88,437.50	176,875	601,875
1978	500,000	3.60%	81,000.00	81,000.00	162,000	662,000
1979	500,000	3.75%	72,000.00	72,000.00	144,000	644,000
1980	500,000	3.90%	62,625.00	62,625.00	125,250	625,250
1981	500,000	4.00%	52,875.00	52,875.00	105,750	605,750
1982	500,000	4.10%	42,875.00	42,875.00	85,750	585,750
1983	500,000	4.25%	32,625.00	32,625.00	65,250	565,250
1984	500,000	4.35%	22,000.00	22,000.00	44,000	544,000
1985	500,000	4.45%	11,125.00	11,125.00	22,250	522,250
	<u>\$5,800,000</u>		<u>\$885,437.50</u>	<u>\$885,437.50</u>	<u>\$1,770,875</u>	<u>\$7,570,875</u>

EXHIBIT A - SCHEDULE II (d)

TABLE SHOWING PAYMENTS OF PRINCIPAL AND INTEREST HERE-
AFTER MATURING ON \$6,250,000 STATE INSTITUTION BONDS
ISSUED ON BEHALF OF THE UNIVERSITY OF SOUTH CAROLINA,
DATED MARCH 1, 1971

CALENDAR YEAR	PRIN. DUE DEC. 1	INT. RATE	INTEREST PAYMENTS		TOTAL INT.	PRINCIPAL AND INT.
			June 1	Dec. 1		
1973	\$ 300,000	4.50%	\$114,812.50	\$114,812.50	\$ 229,625	\$ 529,625
1974	325,000	4.00%	108,062.50	108,062.50	216,125	541,125
1975	350,000	3.50%	101,562.50	101,562.50	203,125	553,125
1976	400,000	3.50%	95,437.50	95,437.50	190,875	590,875
1977	425,000	3.50%	88,437.50	88,437.50	176,875	601,875
1978	500,000	3.60%	81,000.00	81,000.00	162,000	662,000
1979	500,000	3.75%	72,000.00	72,000.00	144,000	644,000
1980	500,000	3.90%	62,625.00	62,625.00	125,250	625,250
1981	500,000	4.00%	52,875.00	52,875.00	105,750	605,750
1982	500,000	4.10%	42,875.00	42,875.00	85,750	585,750
1983	500,000	4.25%	32,625.00	32,625.00	65,250	565,250
1984	500,000	4.35%	22,000.00	22,000.00	44,000	544,000
1985	500,000	4.45%	11,125.00	11,125.00	22,250	522,250
	<u>\$5,800,000</u>		<u>\$885,437.50</u>	<u>\$885,437.50</u>	<u>\$1,770,875</u>	<u>\$7,570,875</u>

EXHIBIT A - SCHEDULE III Part 1

PRO FORMA TABLE SHOWING DEBT SERVICE OF ALL STATE INSTITUTION
BONDS TO BE OUTSTANDING FOR THE UNIVERSITY OF SOUTH CAROLINA
FOLLOWING THE ISSUANCE OF A PROPOSED ISSUE OF \$6,950,000
PREPARED AS OF APRIL 1, 1973

CALENDAR YEAR	ISSUES OF		TOTAL
	DECEMBER 1, 1965 MAY 1, 1967 JUNE 1, 1968 MARCH 1, 1971 (FROM SCHEDULE II)	ISSUE OF APRIL 1, 1973 (FROM SCHEDULE 1)	
1973	\$ 1,799,185	\$ 531,666.67	\$ 2,330,851.67
1974	1,780,485	632,500.00	2,412,985.00
1975	1,762,285	617,500.00	2,379,785.00
1976	1,779,835	652,500.00	2,432,335.00
1977	1,760,335	635,000.00	2,395,335.00
1978	1,789,960	617,500.00	2,407,460.00
1979	1,741,060	700,000.00	2,441,060.00
1980	1,706,160	677,500.00	2,383,660.00
1981	1,155,060	705,000.00	1,860,060.00
1982	1,119,560	730,000.00	1,849,560.00
1983	933,560	702,500.00	1,636,060.00
1984	901,485	675,000.00	1,576,485.00
1985	618,910	747,500.00	1,366,410.00
1986	93,960	715,000.00	808,960.00
1987	43,260	682,500.00	725,760.00
	<u>\$18,985,100</u>	<u>\$10,021,666.67</u>	<u>\$29,006,766.67</u>

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 THE UNIVERSITY
OF SOUTH CAROLINA FOLLOWING THE ISSUANCE OF A PROPOSED ISSUE OF
\$6,950,000 - INTEREST CALCULATED AT 5%.

YEAR	TOTAL PRINCIPAL	TOTAL INTEREST	TOTAL PRIN. AND INTEREST
1973	\$ 1,565,000.00	\$ 765,851.67	\$ 2,330,851.67
1974	1,590,000.00	822,985.00	2,412,985.00
1975	1,615,000.00	764,785.00	2,379,785.00
1976	1,725,000.00	707,335.00	2,432,335.00
1977	1,750,000.00	645,335.00	2,395,335.00
1978	1,825,000.00	582,460.00	2,407,460.00
1979	1,925,000.00	516,060.00	2,441,060.00
1980	1,940,000.00	443,660.00	2,383,660.00
1981	1,490,000.00	370,060.00	1,860,060.00
1982	1,540,000.00	309,560.00	1,849,560.00
1983	1,390,000.00	246,060.00	1,636,060.00
1984	1,390,000.00	186,485.00	1,576,485.00
1985	1,240,000.00	126,410.00	1,366,410.00
1986	740,000.00	68,960.00	808,960.00
1987	692,000.00	33,760.00	725,760.00
	<hr/>	<hr/>	<hr/>
	\$22,417,000.00	\$6,589,766.67	\$29,006,766.67

EXHIBIT A - SCHEDULE IV

PROOF SHOWING COMPLIANCE WITH CHAPTER 2, TITLE 22, CODE OF LAWS OF
SOUTH CAROLINA, 1962, AS AMENDED, AND REGULATIONS OF THE STATE
BUDGET AND CONTROL BOARD OF SOUTH CAROLINA

1. (a) Total principal and interest of bonds presently outstanding from last payment date, viz., December 1, 1972 (from SCHEDULE II)	\$18,985,100.00	
(b) Total estimated principal and interest of bonds currently proposed (from SCHEDULE I)	10,021,666.67	
(c) Total principal and interest of outstanding and proposed bonds		\$29,006,766.67
(d) Less: Sinking funds as of 2-6-73		<u>2,910,823.00</u>
(e) Net		\$26,095,943.67
2. (a) Tuition fees collected during preceding twelve month period ended 2-28-73		\$ 2,736,879.00
(b) Number of years bonds to be outstanding		14-2/3
(c) Tuition fees (x) years (Line 2 (a) x 2 (b))		\$40,140,892.00
3. Highest annual debt service for calendar year 1979 (from SCHEDULES I, II & III)		\$ 2,441,060.00
<hr/>		
4. <u>Test A</u>		
Tuition fees projection (Line 2 (c))		\$40,140,892.00
Less:		
Total estimated debt service		
Line 1(e))	\$ 26,095,943.67	
Multiply by	150%	
Product		\$39,143,915.51
Margin		<u>\$ 996,976.49</u>
5. <u>Test B</u>		
Annual tuition for 12-month period ended 2-28-73		\$ 2,736,879.00
Less:		
Highest annual debt service		
calendar year 1979	\$ 2,441,060	
Multiply by	110%	
Product		\$ 2,685,166.00
Margin		<u>\$ 51,713.00</u>

CERTIFICATE

I, WILLIAM H. PATTERSON, Secretary of the Board of Trustees of the University of South Carolina, DO HEREBY CERTIFY that pursuant to a notice duly given to every member of the Board of Trustees of the University of South Carolina, of a regular meeting of said Board, to be held at 4:00 P. M., Wednesday, March 7, 1973, for the purpose of considering and taking action on the foregoing Resolution, the following members of the said Board were present:

Mr. T. Eston Marchant, Chairman, Messrs. Harold D. Breazeale, William S. Brockington, James W. Cothran, George H. Grant, William B. Hawkins, Dan S. Henderson, James L. Moss, Jr. Rutledge L. Osborne, J. Robert Peters, Jr., Hugh H. Wells, Hugh L. Willcox, D. Glenn Yarborough.

Absent:

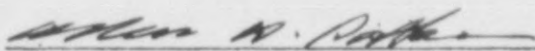
Governor John C. West, Chairman Ex Officio, T. Luke Benson, R. Markley Dennis, Michael J. Mungo, James D. Poag.

That at said meeting the foregoing Resolution, with Exhibit A attached thereto, was introduced by William S. Brockington, duly seconded by James W. Cothran., and after discussion, was unanimously adopted by said Board, and the original of said Resolution is duly transcribed in the Minute Book of said Board, of which I am custodian.

I DO FURTHER CERTIFY that the information set forth in said Exhibit A is in all respects true and correct.

IN WITNESS WHEREOF, I have hereunto set my Hand and the Seal of the Board of Trustees of the University of South Carolina, this 14th day of March, A. D. 1973.

(SEAL)


Secretary of the Board of Trustees of
the University of South Carolina.

CLEMSON UNIVERSITY
CLEMSON, SOUTH CAROLINA 29631

OFFICE OF THE VICE PRESIDENT
FOR BUSINESS AND FINANCE

March 14, 1973

Mr. P. C. Smith, State Auditor
Wade Hampton Office Building
P. O. Box 11333
Columbia, South Carolina 29211

Dear Mr. Smith:

On March 7, 1973 we forwarded to you a preliminary uncertified copy of a Resolution requesting the issuance on behalf of Clemson University of \$2,500,000 in State Institution Bonds pursuant to Chapter 2, Title 22, Volume 6, Code of Laws of South Carolina, 1962, as amended.

Mr. Sinkler has now reviewed this Resolution and at his suggestion we are enclosing a certified copy for consideration of the State Budget and Control Board.

We appreciate very much your assistance in this matter.

Sincerely yours,



Melford A. Wilson

Vice President for Business and Finance

Enclosures

A RESOLUTION

BY THE BOARD OF TRUSTEES OF CLEMSON UNIVERSITY REQUESTING
THE ISSUANCE OF STATE INSTITUTION BONDS PURSUANT TO CHAPTER 2,
TITLE 22, VOLUME 6, CODE OF LAWS OF SOUTH CAROLINA, 1962, AS
AMENDED.

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

SECTION 1.

As an incident to the adoption of this Resolution it is found that permanent improvements of the sort hereafter described are required for Clemson University in Clemson (Clemson) and it has been decided by the Board of Trustees of Clemson (the Trustees) that an application should be made pursuant to the provisions of Chapter 2, Title 22, Code of Laws of South Carolina, 1962, as amended, for funds to be used for such purposes. Accordingly, this Resolution is adopted pursuant to Section 22-24, Code of Laws of South Carolina, 1962, as amended, in order to make formal application for the issuance of State Institution Bonds for Clemson to the extent of \$2,500,000.

SECTION 2.

The Trustees hereby make formal application to the State Budget and Control Board of South Carolina for the issuance of \$2,500,000 State Institution Bonds pursuant to the provisions of Chapter 2, Title 22, Code of Laws of South Carolina, 1962, as amended, in order that the proceeds thereof may be used to defray the cost of the permanent improvements at Clemson described in Section 3 of this Resolution.

SECTION 3.

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

- (1) The enlargement and improvement of Academic and Student Activity facilities; and
- (2) The expansion and improvement of Campus Utility System, walks, drives, and parking areas.

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 March 1, 1972 and ending February 28, 1973 is \$1,512,190.60.

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 thereon 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 will 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 Exhibit heretofore referred to, to the Budget and Control Board of South Carolina, as evidence of the formal request of the Trustees for the issuance of State Institution Bonds on behalf of Clemson.

EXHIBIT A - SCHEDULE I

SHOWING MATURITY SCHEDULE AND (PRO FORMA) DEBT SERVICE OF A PROPOSED ISSUE OF \$2,500,000 STATE INSTITUTION BONDS FOR CLEMSON UNIVERSITY, TO BE DATED APRIL 1, 1973, TO BEAR INTEREST AT THE RATE OF 5% PER ANNUM, PAYABLE ON JUNE 1 AND DECEMBER 1 OF EACH YEAR, COMMENCING JUNE 1, 1973 (AT WHICH TIME INTEREST FOR TWO MONTHS WILL BE DUE), 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	
1973	\$ 75,000.00	\$ -	\$ 83,333.33	\$ 158,333.33
1974	75,000.00	60,625.00	60,625.00	196,250.00
1975	100,000.00	58,750.00	58,750.00	217,500.00
1976	100,000.00	56,250.00	56,250.00	212,500.00
1977	100,000.00	53,750.00	53,750.00	207,500.00
1978	100,000.00	51,250.00	51,250.00	202,500.00
1979	200,000.00	48,750.00	48,750.00	297,500.00
1980	200,000.00	43,750.00	43,750.00	287,500.00
1981	250,000.00	38,750.00	38,750.00	327,500.00
1982	250,000.00	32,500.00	32,500.00	315,000.00
1983	250,000.00	26,250.00	26,250.00	302,500.00
1984	200,000.00	20,000.00	20,000.00	240,000.00
1985	200,000.00	15,000.00	15,000.00	230,000.00
1986	200,000.00	10,000.00	10,000.00	220,000.00
1987	200,000.00	5,000.00	5,000.00	210,000.00
	\$2,500,000.00	\$520,625.00	\$603,958.33	\$3,624,583.33

*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.

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	
1973	\$ 440,000	\$ 55,770	\$55,770	\$ 551,540
1974	440,000	48,620	48,620	537,240
1975	440,000	41,470	41,470	522,940
1976	440,000	34,320	34,320	508,640
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	<u>340,000</u>	<u>5,610</u>	<u>5,610</u>	<u>351,220</u>
	\$3,420,000	\$ 245,850	\$245,850	\$3,911,700

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	
1973	\$ 300,000	\$ 43,000	\$ 43,000	\$ 386,000
1974	300,000	38,500	38,500	377,000
1975	300,000	34,000	34,000	368,000
1976	300,000	29,500	29,500	359,000
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	<u>200,000</u>	<u>3,250</u>	<u>3,250</u>	<u>206,500</u>
	\$2,800,000	\$238,450	\$238,450	\$3,276,900

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 UNIVER-
SITY, DATED, MARCH 1, 1971

CALENDAR YEAR	PRINCIPAL DUE 12-1	INTEREST		TOTAL PRIN. & INT.
		6-1	12-1	
1973	\$ 100,000	\$ 55,662.50	\$55,662.50	\$ 211,325
1974	150,000	53,412.50	53,412.50	256,825
1975	150,000	50,412.50	50,412.50	250,825
1976	150,000	47,787.50	47,787.50	245,575
1977	200,000	45,162.50	45,162.50	290,325
1978	200,000	41,662.50	41,662.50	283,325
1979	200,000	38,062.50	38,062.50	276,125
1980	300,000	34,312.50	34,312.50	368,625
1981	300,000	28,462.50	28,462.50	356,925
1982	300,000	22,462.50	22,462.50	344,925
1983	250,000	16,312.50	16,312.50	282,625
1984	250,000	11,000.00	11,000.00	272,000
1985	<u>250,000</u>	<u>5,562.50</u>	<u>5,562.50</u>	<u>261,125</u>
	\$2,800,000	\$450,275.00	\$450,275.00	\$3,700,550

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 \$2,500,000 AS OF APRIL 1, 1973

PREPARED AS OF MARCH 5, 1973

CALENDAR YEAR	ISSUES OF DECEMBER 1, 1965 MAY 1, 1967 and MARCH 1, 1971	ISSUE OF MARCH 1, 1973 (FROM SCHEDULE I)	TOTAL
1973	\$ 1,148,865	\$ 158,333.33	\$ 1,307,198.33
1974	1,171,065	196,250.00	1,367,315.00
1975	1,141,765	217,500.00	1,359,265.00
1976	1,113,215	212,500.00	1,325,715.00
1977	1,134,665	207,500.00	1,342,165.00
1978	1,104,365	202,500.00	1,306,865.00
1979	973,565	297,500.00	1,271,065.00
1980	945,345	287,500.00	1,232,845.00
1981	576,225	327,500.00	903,725.00
1982	557,825	315,000.00	872,825.00
1983	489,125	302,500.00	791,625.00
1984	272,000	240,000.00	512,000.00
1985	261,125	230,000.00	491,125.00
1986	-	220,000.00	220,000.00
1987	-	210,000.00	210,000.00
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	\$10,889,150	\$3,624,583.33	\$14,513,733.33

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 \$2,500,000
(INTEREST CALCULATED AT 5%)

YEAR	TOTAL PRINCIPAL	TOTAL INTEREST	TOTAL PRIN. AND INTEREST
1973	\$ 915,000.00	\$ 392,198.33	\$ 1,307,198.33
1974	965,000.00	402,315.00	1,367,315.00
1975	990,000.00	369,265.00	1,359,265.00
1976	990,000.00	335,715.00	1,325,715.00
1977	1,040,000.00	302,165.00	1,342,165.00
1978	1,040,000.00	266,865.00	1,306,865.00
1979	1,040,000.00	231,065.00	1,271,065.00
1980	1,040,000.00	192,845.00	1,232,845.00
1981	750,000.00	153,725.00	903,725.00
1982	750,000.00	122,825.00	872,825.00
1983	700,000.00	91,625.00	791,625.00
1984	450,000.00	62,000.00	512,000.00
1985	450,000.00	41,125.00	491,125.00
1986	200,000.00	20,000.00	220,000.00
1987	200,000.00	10,000.00	210,000.00
	<hr/>	<hr/>	<hr/>
	\$11,520,000.00	\$2,993,733.33	\$14,513,733.33

EXHIBIT A - SCHEDULE IV

PROOF SHOWING COMPLIANCE WITH CHAPTER 2, TITLE 22, CODE OF LAWS OF SOUTH CAROLINA, 1962, AS AMENDED, AND REGULATIONS OF THE STATE BUDGET AND CONTROL BOARD OF SOUTH CAROLINA

1.	(a)	Total principal and interest of bonds presently outstanding from last payment date, viz., December 1, 1972 (from SCHEDULE II)	\$10,889,150.00
	(b)	Total estimated principal and interest of bonds currently proposed (from SCHEDULE I)	3,624,583.33
	(c)	Total principal and interest of outstanding and proposed bonds	\$14,513,733.33
	(d)	Less: Sinking funds as of 2/28/73 *	<u>1,309,413.20</u>
	(e)	Net	\$13,204,320.13
2.	(a)	Tuition fees collected during preceding twelve month period ended 2/28/73	\$ 1,512,190.60
	(b)	Number of years bonds to be outstanding	14 2/3
	(c)	Tuition fees (x) years (Line 2(a) x 2(b))	\$22,178,800.51
3.		Highest annual debt service for calendar year 1974 (from SCHEDULES I, II & III)	\$ 1,367,315.00
4.	<u>Test A</u>		
		Tuition fees projection (Line 2(c))	\$22,178,800.51
		Less:	
		Total estimated debt service	
		Line 1(e)	\$13,204,320.13
		Multiply by	150%
		Product	<u>\$19,806,480.20</u>
		Margin	\$ 2,372,320.31
5.	<u>Test B</u>		
		Annual tuition for 12-month period ended 2/28/73	\$ 1,512,190.60
		Less:	
		Highest annual debt service	
		Calendar year 1974	\$ 1,367,315.00
		Multiply by	110%
		Product	<u>\$ 1,504,046.50</u>
		Margin	\$ 8,144.10

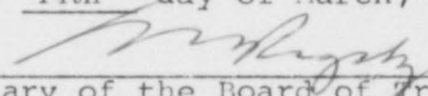
* Sinking Fund as of 2-28-72 was \$1,309,413.20 (\$1,301,760.80 balance with State Treasurer plus \$7,652.40 deposit in transit.)

THE STATE OF SOUTH CAROLINA.

I, the undersigned, Secretary of the Board of Trustees of Clemson University, DO HEREBY CERTIFY That the foregoing is a true, correct and verbatim copy of a Resolution, with "EXHIBIT A" attached, adopted by said Board of Trustees at a meeting thereof duly called and regularly held on March 2, 1973, at which a majority of the members were present; that said Resolution was voted for unanimously by all members present at said meeting, and that the original of said Resolution has been entered in the records of minutes of meetings of said Board of Trustees.

IN WITNESS WHEREOF, I have hereunto set my Hand and the Seal of Clemson University, this 14th day of March, A. D. 1973.

(SEAL)



Secretary of the Board of Trustees of
Clemson University.

REQUEST

March 15, 1973

The State Budget and Control Board
of South Carolina

Gentlemen:

Pursuant to the provisions of Sections 15.1 through 15.22, inclusive, of Act No. 1575 of the Acts of the General Assembly for the year 1972, as amended by an Act enacted at the 1973 Session of the General Assembly entitled "AN ACT TO RECONCILE CERTAIN INCONSISTENT PROVISIONS IN ACT 1575 OF 1972 WHICH RELATE TO THE TAX ON GASOLINE AND OTHER FUELS AND PROVIDES FOR A NEW PROCEDURE FOR THE ISSUANCE OF STATE HIGHWAY BONDS, BY CONFORMING THOSE PROVISIONS RELATING TO STATE HIGHWAY BONDS TO THE PROVISIONS IMPOSING THE TAX ON GASOLINE AND OTHER FUELS," (the Highway Bond Act) and a resolution duly adopted by the State Highway Commission of South Carolina at a meeting duly called and regularly held in the City of Columbia, South Carolina, on March 15, 1973, a certified copy of which is hereto attached, you are hereby requested to make provision for the issuance of State Highway Bonds of the State of South Carolina, in the aggregate principal amount of Thirty-five Million Dollars (\$35,000,000).

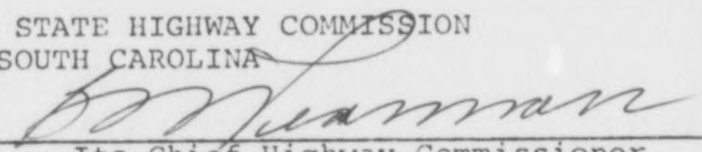
The principal proceeds of said bonds will be expended to repay moneys borrowed in 1972 for Highway Construction Purposes (in the principal amount of \$10 Million), and the remaining proceeds will be expended for Highway Construction Purposes during the period of time set forth in the enclosed resolution.

It is represented to you that the resolution referred to in this Request was duly adopted at a meeting duly called and regularly held and attended by a quorum and that the said resolution is now in full force and effect and has not been rescinded.

Respectfully yours,

THE STATE HIGHWAY COMMISSION
OF SOUTH CAROLINA

BY


Its Chief Highway Commissioner.

A RESOLUTION
AUTHORIZING THE SOUTH CAROLINA STATE HIGHWAY DEPARTMENT TO REQUEST
THE GOVERNOR AND THE STATE TREASURER TO EFFECT THE ISSUANCE OF
THIRTY-FIVE MILLION DOLLARS STATE HIGHWAY BONDS, AND OTHER MATTERS
RELATING THERETO.

BE IT RESOLVED BY THE STATE HIGHWAY COMMISSION IN MEETING
DULY ASSEMBLED:

ARTICLE I

FINDINGS

Section 1.01

As an incident to the adoption of this resolution the
State Highway Commission of South Carolina (the Commission) makes
the findings set forth in the remaining sections of this Article.

Section 1.02

Certain terms used in this Resolution are terms defined
in the Highway Bond Act. Such terms when used herein have initial
capitals and shall have the meanings set forth in the Highway Bond
Act.

Section 1.03

By the provisions of Sections 15.1 through 15.22, in-
clusive of Act No. 1575 of the Acts of the General Assembly for
the year 1972, as amended by an Act enacted at the 1973 Session of
the General Assembly entitled "AN ACT TO RECONCILE CERTAIN INCON-
SISTENT PROVISIONS IN ACT 1575 OF 1972 WHICH RELATE TO THE TAX ON
GASOLINE AND OTHER FUELS AND PROVIDES FOR A NEW PROCEDURE FOR THE
ISSUANCE OF STATE HIGHWAY BONDS, BY CONFORMING THOSE PROVISIONS
RELATING TO STATE HIGHWAY BONDS TO THE PROVISIONS IMPOSING THE
TAX ON GASOLINE AND OTHER FUELS," (the Highway Bond Act) provision
is made for the issuance of State Highway Bonds under the conditions
and within the limitations set forth in said Act. It is therein
prescribed that whenever it shall become necessary that moneys be
raised for Highway Construction Purposes, the Commission may make
request therefor to the State Budget and Control Board of South
Carolina (the State Board).

Section 1.04

The Commission has determined that it requires \$35 Million
for Highway Construction Purposes, and has determined to adopt this
Resolution in order to make formal request of the State Board to
effect the issuance of bonds in such amount.

Section 1.05

It is found and determined as follows:

1. The sum of \$35 Million is required for Highway Construction Purposes.

2. Of such sum

(i) \$5 Million will be used to repay \$5 Million borrowed in August of 1972 for Highway Construction Purposes. Such moneys have already been expended for Highway Construction Purposes;

(ii) \$5 Million will be used to repay \$5 Million borrowed in September of 1972 for Highway Construction Purposes. Such moneys have already been expended for Highway Construction Purposes;

(iii) \$12 Million will be expended for Highway Construction Purposes during the months of May, June and July of 1973; and

(iv) \$13 Million will be required for expenditures for Highway Construction Purposes during August of 1973.

3. Attached hereto is a debt service table showing annual payments of principal and interest of all State Highway Bonds now outstanding. This table is designated EXHIBIT I.

4. The revenues derived from the Sources of Revenue during the fiscal year ended June 30, 1972 amounted to \$94,155,069. Of such sum \$65,643,968 was raised from the Gasoline Tax; \$7,993,681 was raised from the Fuel Oil Tax; \$1,284,790 was raised from the Road Tax; and \$19,232,630 was raised from the Motor Vehicle License Tax.

5. The table attached hereto as Exhibit II sets forth the amount as estimated by the Commission which will be derived from the Sources of Revenue during the present fiscal year and the next ensuing fiscal years when State Highway Bonds now outstanding and those sought to be issued will be outstanding.

ARTICLE II

REQUEST

Section 2.01

A formal request shall be made to the State Board for the issuance of \$35 Million of State Highway Bonds and shall be based upon the findings set forth in Section 1.05 hereof. The

proceeds of said bonds shall be applied to the retirement of the temporary indebtedness of the Highway Department set forth in Section 1.05, and the remaining proceeds shall be expended for Highway Construction Purposes.

EXHIBIT I

DEBT SERVICE TABLE

SHOWING THE ANNUAL PRINCIPAL AND INTEREST REQUIREMENTS OF ALL STATE HIGHWAY BONDS NOW OUTSTANDING, VIZ., \$15,000,000 STATE HIGHWAY BONDS, SERIES I, DATED OCTOBER 1, 1971.

FISCAL YEAR ENDING JUNE 30	PRINCIPAL DUE OCTOBER 1	INTEREST VARYING RATES Oct. 1	Apr. 1	TOTAL INTEREST	PRINCIPAL & INTEREST
1972	\$ -	\$ -	\$ 295,500	\$ 295,500	\$ 295,500
1973	1,000,000	295,500	273,000	568,500	1,568,500
1974	1,000,000	273,000	250,500	523,500	1,523,500
1975	1,000,000	250,500	228,000	478,500	1,478,500
1976	1,000,000	228,000	206,750	434,750	1,434,750
1977	1,000,000	206,750	189,250	396,000	1,396,000
1978	1,000,000	189,250	171,750	361,000	1,361,000
1979	1,000,000	171,750	154,250	326,000	1,326,000
1980	1,000,000	154,250	136,250	290,500	1,290,000
1981	1,000,000	136,250	118,250	254,500	1,254,500
1982	1,000,000	118,250	99,500	217,750	1,217,750
1983	1,000,000	99,500	80,500	180,000	1,180,000
1984	1,000,000	80,500	61,000	141,500	1,141,500
1985	1,000,000	61,000	41,000	102,000	1,102,000
1986	1,000,000	41,000	20,500	61,500	1,061,500
1987	1,000,000	20,500	-	20,500	1,020,500
Totals	\$15,000,000	\$2,326,000	\$2,326,000	\$4,652,000	\$19,652,000
Payable and Outstanding After April 1, 1973	\$14,000,000	\$2,030,500	\$1,757,500	\$3,788,000	\$17,788,000

EXHIBIT II

A TABLE SHOWING THE AMOUNTS RECEIVED FROM THE SOURCES OF REVENUE DURING THE FISCAL YEAR ENDED JUNE 30, 1972 AND THE AMOUNTS ESTIMATED BY THE HIGHWAY COMMISSION TO BE RECEIVED FROM THE SOURCES OF REVENUE DURING THE PRESENT FISCAL YEAR AND THE NEXT ENSUING FISCAL YEARS WHEN STATE HIGHWAY BONDS NOW OUTSTANDING AND THOSE SOUGHT TO BE ISSUED WILL BE OUTSTANDING.

FISCAL YEAR ENDED 6-30	5.67¢ GAS TAX	FUEL OIL TAX	ROAD TAX	MOTOR VEH. LICENSE TAX	TOTAL
1972	\$65,643,968	\$ 7,993,681	\$1,284,790	\$19,232,630	\$ 94,155,069
1973	68,900,000	8,400,000	1,300,000	20,200,000	98,800,000
1974	72,300,000	8,800,000	1,400,000	21,200,000	103,700,000
1975	75,900,000	9,200,000	1,500,000	22,300,000	108,900,000
1976	79,700,000	9,600,000	1,600,000	23,300,000	114,200,000
1977	83,700,000	10,000,000	1,700,000	24,500,000	119,900,000
1978	83,700,000	10,000,000	1,700,000	24,500,000	119,900,000
1979	83,700,000	10,000,000	1,700,000	24,500,000	119,900,000
1980	83,700,000	10,000,000	1,700,000	24,500,000	119,900,000
1981	83,700,000	10,000,000	1,700,000	24,500,000	119,900,000
1982	83,700,000	10,000,000	1,700,000	24,500,000	119,900,000
1983	83,700,000	10,000,000	1,700,000	24,500,000	119,900,000
1984	83,700,000	10,000,000	1,700,000	24,500,000	119,900,000
1985	83,700,000	10,000,000	1,700,000	24,500,000	119,900,000
1986	83,700,000	10,000,000	1,700,000	24,500,000	119,900,000
1987	83,700,000	10,000,000	1,700,000	24,500,000	119,900,000
1988	83,700,000	10,000,000	1,700,000	24,500,000	119,900,000

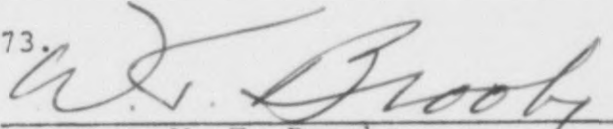
STATE OF SOUTH CAROLINA,
COUNTY OF RICHLAND.

I, the undersigned, Secretary of the State Highway Commission of South Carolina, DO HEREBY CERTIFY That the foregoing is a true, correct and verbatim copy of a Resolution duly adopted by the State Highway Commission of South Carolina at a meeting duly called and regularly held on the 15th day of March, 1973; also attached hereto is a true and correct copy of the Request (with Exhibits attached), dated March 15, 1973, which was authorized at said meeting.

A quorum was present at said meeting and voted unanimously in favor of the adoption of said Resolution.

IN WITNESS WHEREOF, I have hereunto set my Hand and the Seal of the State Highway Commission of South Carolina, this 15th day of March, A. D. 1973.

(SEAL)



W. T. Brooks
Secretary, State Highway Commission.

REQUEST

March _____, 1973

The State Budget and Control Board
of South Carolina

Gentlemen:

Pursuant to the provisions of Sections 15.1 through 15.22, inclusive, of Act No. 1575 of the Acts of the General Assembly for the year 1972, as amended by an Act enacted at the 1973 Session of the General Assembly entitled "AN ACT TO RECONCILE CERTAIN INCONSISTENT PROVISIONS IN ACT 1575 OF 1972 WHICH RELATE TO THE TAX ON GASOLINE AND OTHER FUELS AND PROVIDES FOR A NEW PROCEDURE FOR THE ISSUANCE OF STATE HIGHWAY BONDS, BY CONFORMING THOSE PROVISIONS RELATING TO STATE HIGHWAY BONDS TO THE PROVISIONS IMPOSING THE TAX ON GASOLINE AND OTHER FUELS," (the Highway Bond Act) and a resolution duly adopted by the State Highway Commission of South Carolina at a meeting duly called and regularly held in the City of Columbia, South Carolina, on March _____, 1973, a certified copy of which is hereto attached, you are hereby requested to make provision for the issuance of State Highway Bonds of the State of South Carolina, in the aggregate principal amount of Thirty-five Million Dollars (\$35,000,000).

The principal proceeds of said bonds will be expended to repay moneys borrowed in 1972 for Highway Construction Purposes (in the principal amount of \$10 Million), and the remaining proceeds will be expended for Highway Construction Purposes during the period of time set forth in the enclosed resolution.

It is represented to you that the resolution referred to in this Request was duly adopted at a meeting duly called and regularly held and attended by a quorum and that the said resolution is now in full force and effect and has not been rescinded.

Respectfully yours,

THE STATE HIGHWAY COMMISSION
OF SOUTH CAROLINA

BY _____
Its Chief Highway Commissioner.

A RESOLUTION
AUTHORIZING THE SOUTH CAROLINA STATE HIGHWAY DEPARTMENT TO REQUEST
THE GOVERNOR AND THE STATE TREASURER TO EFFECT THE ISSUANCE OF
THIRTY-FIVE MILLION DOLLARS STATE HIGHWAY BONDS, AND OTHER MATTERS
RELATING THERETO.

BE IT RESOLVED BY THE STATE HIGHWAY COMMISSION IN MEETING
DULY ASSEMBLED:

ARTICLE I

FINDINGS

Section 1.01

As an incident to the adoption of this resolution the
State Highway Commission of South Carolina (the Commission) makes
the findings set forth in the remaining sections of this Article.

Section 1.02

Certain terms used in this Resolution are terms defined
in the Highway Bond Act. Such terms when used herein have initial
capitals and shall have the meanings set forth in the Highway Bond
Act.

Section 1.03

By the provisions of Sections 15.1 through 15.22, in-
clusive of Act No. 1575 of the Acts of the General Assembly for
the year 1972, as amended by an Act enacted at the 1973 Session of
the General Assembly entitled "AN ACT TO RECONCILE CERTAIN INCON-
SISTENT PROVISIONS IN ACT 1575 OF 1972 WHICH RELATE TO THE TAX ON
GASOLINE AND OTHER FUELS AND PROVIDES FOR A NEW PROCEDURE FOR THE
ISSUANCE OF STATE HIGHWAY BONDS, BY CONFORMING THOSE PROVISIONS
RELATING TO STATE HIGHWAY BONDS TO THE PROVISIONS IMPOSING THE
TAX ON GASOLINE AND OTHER FUELS," (the Highway Bond Act) provision
is made for the issuance of State Highway Bonds under the conditions
and within the limitations set forth in said Act. It is therein
prescribed that whenever it shall become necessary that moneys be
raised for Highway Construction Purposes, the Commission may make
request therefor to the State Budget and Control Board of South
Carolina (the State Board).

Section 1.04

The Commission has determined that it requires \$35 Million
for Highway Construction Purposes, and has determined to adopt this
Resolution in order to make formal request of the State Board to
effect the issuance of bonds in such amount.

Section 1.05

It is found and determined as follows:

1. The sum of \$35 Million is required for Highway Construction Purposes.

2. Of such sum

(i) \$5 Million will be used to repay \$5 Million borrowed in August of 1972 for Highway Construction Purposes. Such moneys have already been expended for Highway Construction Purposes;

(ii) \$5 Million will be used to repay \$5 Million borrowed in September of 1972 for Highway Construction Purposes. Such moneys have already been expended for Highway Construction Purposes;

(iii) \$12 Million will be expended for Highway Construction Purposes during the months of May, June and July of 1973; and

(iv) \$13 Million will be required for expenditures for Highway Construction Purposes during August of 1973.

3. Attached hereto is a debt service table showing annual payments of principal and interest of all State Highway Bonds now outstandingg. This table is designated EXHIBIT I.

4. The revenues derived from the Sources of Revenue during the fiscal year ended June 30, 1972 amounted to \$94,155,069. Of such sum \$65,643,968 was raised from the 5.67¢ Gasoline Tax; \$7,993,681 was raised from the Fuel Oil Tax; \$1,284,790 was raised from the Road Tax; and \$19,232,630 was raised from the Motor Vehicle License Tax.

5. The table attached hereto as Exhibit II sets forth the amount as estimated by the Commission which will be derived from the Sources of Revenue during the present fiscal year and the next ensuing fiscal years when State Highway Bonds now outstanding and those sought to be issued will be outstanding.

ARTICLE II

REQUEST

Section 2.01

A formal request shall be made to the State Board for the issuance of \$35 Million of State Highway Bonds and shall be based upon the findings set forth in Section 1.05 hereof. The

proceeds of said bonds shall be applied to the retirement of the temporary indebtedness of the Highway Department set forth in Section 1.05, and the remaining proceeds shall be expended for Highway Construction Purposes.

EXHIBIT I

DEBT SERVICE TABLE

SHOWING THE ANNUAL PRINCIPAL AND INTEREST REQUIREMENTS OF ALL STATE HIGHWAY BONDS NOW OUTSTANDING, VIZ., \$15,000,000 STATE HIGHWAY BONDS, SERIES I, DATED OCTOBER 1, 1971.

FISCAL YEAR ENDING JUNE 30	PRINCIPAL DUE		INTEREST VARYING RATES		TOTAL INTEREST	PRINCIPAL & INTEREST
	OCTOBER 1	Oct. 1	Apr. 1			
1972	\$ -	\$ -	\$ 295,500	\$ 295,500	\$ 295,500	\$ 295,500
1973	1,000,000	295,500	273,000	568,500	1,568,500	1,568,500
1974	1,000,000	273,000	250,500	523,500	1,523,500	1,523,500
1975	1,000,000	250,500	228,000	478,500	1,478,500	1,478,500
1976	1,000,000	228,000	206,750	434,750	1,434,750	1,434,750
1977	1,000,000	206,750	189,250	396,000	1,396,000	1,396,000
1978	1,000,000	189,250	171,750	361,000	1,361,000	1,361,000
1979	1,000,000	171,750	154,250	326,000	1,326,000	1,326,000
1980	1,000,000	154,250	136,250	290,500	1,290,000	1,290,000
1981	1,000,000	136,250	118,250	254,500	1,254,500	1,254,500
1982	1,000,000	118,250	99,500	217,750	1,217,750	1,217,750
1983	1,000,000	99,500	80,500	180,000	1,180,000	1,180,000
1984	1,000,000	80,500	61,000	141,500	1,141,500	1,141,500
1985	1,000,000	61,000	41,000	102,000	1,102,000	1,102,000
1986	1,000,000	41,000	20,500	61,500	1,061,500	1,061,500
1987	1,000,000	20,500	-	20,500	1,020,500	1,020,500
Totals	\$15,000,000	\$2,326,000	\$2,326,000	\$4,652,000	\$19,652,000	
Payable and Outstanding After April 1, 1973	\$14,000,000	\$2,030,500	\$1,757,500	\$3,788,000	\$17,788,000	

EXHIBIT II

A TABLE SHOWING THE AMOUNTS RECEIVED FROM THE SOURCES OF REVENUE DURING THE FISCAL YEAR ENDED JUNE 30, 1972 AND THE AMOUNTS ESTIMATED BY THE HIGHWAY COMMISSION TO BE RECEIVED FROM THE SOURCES OF REVENUE DURING THE PRESENT FISCAL YEAR AND THE NEXT ENSUING FISCAL YEARS WHEN STATE HIGHWAY BONDS NOW OUTSTANDING AND THOSE SOUGHT TO BE ISSUED WILL BE OUTSTANDING.

FISCAL YEAR ENDED	5.67¢ GAS TAX	FUEL OIL TAX	ROAD TAX	MOTOR VEH. LICENSE TAX	TOTAL
1972	\$65,643,968	\$ 7,993,681	\$1,284,790	\$19,232,630	\$ 94,155,069
1973	68,900,000	8,400,000	1,300,000	20,200,000	98,800,000
1974	72,300,000	8,800,000	1,400,000	21,200,000	103,700,000
1975	75,900,000	9,200,000	1,500,000	22,300,000	108,900,000
1976	79,700,000	9,600,000	1,600,000	23,300,000	114,200,000
1977	83,700,000	10,000,000	1,700,000	24,500,000	119,900,000
1978	83,700,000	10,000,000	1,700,000	24,500,000	119,900,000
1979	83,700,000	10,000,000	1,700,000	24,500,000	119,900,000
1980	83,700,000	10,000,000	1,700,000	24,500,000	119,900,000
1981	83,700,000	10,000,000	1,700,000	24,500,000	119,900,000
1982	83,700,000	10,000,000	1,700,000	24,500,000	119,900,000
1983	83,700,000	10,000,000	1,700,000	24,500,000	119,900,000
1984	83,700,000	10,000,000	1,700,000	24,500,000	119,900,000
1985	83,700,000	10,000,000	1,700,000	24,500,000	119,900,000
1986	83,700,000	10,000,000	1,700,000	24,500,000	119,900,000
1987	83,700,000	10,000,000	1,700,000	24,500,000	119,900,000
1988	83,700,000	10,000,000	1,700,000	24,500,000	119,900,000

STATE OF SOUTH CAROLINA,
COUNTY OF RICHLAND.

I, the undersigned, Secretary of the State Highway Commission of South Carolina, DO HEREBY CERTIFY That the foregoing is a true, correct and verbatim copy of a Resolution duly adopted by the State Highway Commission of South Carolina at a meeting duly called and regularly held on the _____ day of March, 1973; also attached hereto is a true and correct copy of the Request (with Exhibits attached), dated March _____, 1973, which was authorized at said meeting.

A quorum was present at said meeting and voted unanimously in favor of the adoption of said Resolution.

IN WITNESS WHEREOF, I have hereunto set my Hand and the Seal of the State Highway Commission of South Carolina, this _____ day of March, A. D. 1973.

(SEAL)

W. T. Brooks
Secretary, State Highway Commission.

A RESOLUTION

MAKING PROVISION FOR THE ISSUANCE OF THIRTY-FIVE MILLION DOLLARS (\$35,000,000) STATE HIGHWAY BONDS OF THE STATE OF SOUTH CAROLINA.

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

SECTION 1.

As an incident to the adoption of this Resolution the State Budget and Control Board of South Carolina (herein the State Board) has made the findings set forth in the remaining paragraphs of this Section.

(a) Certain terms used herein are defined terms in Act 1575 of the Acts of the General Assembly of the State of South Carolina for the year 1972, as amended by the Act enacted by the General Assembly at its regular 1973 Session and bearing ratification No. R67 (the Highway Bond Act). When used in this Resolution such terms are written with initial capitals and shall have the meanings given to them by the Highway Bond Act.

(b) The State Board has received a request from the Highway Commission made pursuant to Section 15.3 of the Highway Bond Act, setting forth the information required by Section 15.3, seeking the issuance of \$35 Million of State Highway Bonds to provide funds for Highway Construction Purposes. The State Board has carefully examined the request and the information set forth therein and has determined that it shall be approved and that \$35 Million of State Highway Bonds shall be issued.

SECTION 2.

Pursuant to the requirements of Section 15.9 of the Highway Bond Act the State Board finds that the actual receipts from the Sources of Revenue for the Fiscal Year ended June 30, 1972 exceeded 150% of the maximum annual debt service requirements of all State Highway Bonds now outstanding and all State Highway Bonds to be outstanding following the issuance of the bonds authorized by this Resolution, and that the estimate made by the Highway Commission and approved by the State Board indicates that collections from the Sources of Revenue in the current Fiscal Year and in succeeding fiscal years during which State Highway Bonds shall be outstanding will not be less than one hundred fifty per cent of maximum annual interest and principal requirements of all State Highway Bonds now outstanding and all State Highway Bonds hereafter to be outstanding.

SECTION 3.

The Governor of South Carolina and the State Treasurer of South Carolina be and they are hereby requested to immediately effect the issuance of \$35,000,000 of State Highway Bonds in accordance with the provisions of this Resolution.

SECTION 4.

The said bonds shall be in the aggregate principal amount of \$35,000,000, shall be designated "State Highway Bonds, Series J," shall be in the denomination of \$5,000 each, and shall be numbered from J-1 to J-7000, inclusive.

SECTION 5.

Said bonds shall be dated April 1, 1973 and shall mature in annual series or installments, in numerical order, as follows:

\$2,500,000 on December 1 in each of the years
1974 to 1987, inclusive.

The bonds maturing on and after December 1, 1983, being bonds numbered J-4501 to J-7000, inclusive, shall be subject to redemption, at the option of the State, on December 1, 1982, and all subsequent interest payment dates, at par, plus accrued interest to the date of redemption, plus a redemption premium of two per centum (2%) of the principal amount of each bond to be redeemed.

SECTION 6.

The bonds shall bear such rate or rates of interest, payable on June 1 and December 1 of each year, commencing December 1, 1973, at which time interest for eight months will be due, as shall at the sale of such bonds reflect the lowest interest cost to the State of South Carolina, at a price of not less than par and accrued interest to the date of delivery, but

- (1) No rate of interest named shall exceed 5%;
- (2) All bonds of the same maturity shall bear the same rate of interest;
- (3) All interest payments shall be evidenced by single coupons;
- (4) No interest rate named shall be more than 1% higher than the lowest rate of interest named;
- (5) Each interest rate named shall be a multiple of 1/8th or 1/20th of one per centum (1%); and
- (6) Any sum named by way of premium shall be paid in cash as part of the purchase price.

For the purposes of this Section, interest cost shall mean the aggregate of interest on the bonds from April 1, 1973 until their respective maturities, less any sum named by way of premium.

SECTION 7.

Both the principal of and interest on the bonds shall be 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. The bonds will be issued as coupon bonds payable to bearer, with the privilege of registration as to principal only, or as to both principal and interest, on registry books to be kept by the State Treasurer in the City of Columbia, State of South Carolina. If so registered in either manner, appropriate payments on account of principal, or principal and interest, will be made directly to the registered holder by the State Treasurer. Except as to bonds registered as to principal, or as to bonds registered as to both principal and interest, such payments will be made at not more than two banks or trust companies, whose names will be printed on the bonds and coupons, to be mutually agreed upon by the State Treasurer and the successful purchaser, provided that:

(a) One shall be a bank organized under the laws of the State of South Carolina, or of the United States, having an office in the City of Columbia, South Carolina; and

(b) The second shall be a bank or trust company organized under the laws of one of the States of the United States, or of the United States located in a City agreeable to the State Treasurer.

Should it happen that the State Treasurer and the successful bidder shall fail to agree upon the banks or trust companies at which the

bonds shall be payable, then, in such event, the bonds, both principal and interest, shall be payable at the principal office of a bank or trust company located in the City of New York, State of New York, or, at the option of the holder, at a bank or trust company having an office in the City of Columbia, State of South Carolina, both to be designated by the State Treasurer.

SECTION 8.

The bonds are issued to raise \$35 Million for the purpose of defraying the cost of Highway Construction. Of such amount \$10 Million shall be applied to the payment of temporary loans made on behalf of the Highway Commission for such purpose and heretofore expended for Highway Construction Purposes. The remaining proceeds shall be expended for Highway Construction Purposes.

SECTION 9.

The bonds shall be signed by the Governor and the State Treasurer. The Governor may sign such obligations by a facsimile of his signature. The Great Seal of the State shall be affixed to, impressed or reproduced upon each of them and each shall be attested by the Secretary of State. All coupons attached to the bonds shall be authenticated by the facsimile signature of the State Treasurer who is in office on the date which the bonds bear. The bonds so executed and authenticated shall be valid notwithstanding any changes in officers or seal occurring after such execution or authentication.

SECTION 10.

For the prompt payment of the principal of and interest on the bonds, as they respectively mature, and for the creation of a

sinking fund to aid in the retirement and payment thereof, the full faith, credit and taxing power of the State of South Carolina are hereby irrevocably pledged, and, in addition thereto, but subject to the provisions of the Highway Bond Act, all moneys derived from the Sources of Revenue, and these moneys may be forthwith used by the State Treasurer, without further action of the Highway Commission, for the payment of the principal of and interest on the bonds, as the same respectively mature.

All revenue received from the Sources of Revenue during each Fiscal Year shall be discharged from the pledge made by this Section when payment, or provision for payment, has been made for all installments of principal or interest of all State Highway Bonds maturing in such Fiscal Year, and thereafter such moneys may be applied as provided by the Highway Bond Act.

SECTION 11.

The form of the bonds, with interest coupons attached thereto, and the registration certificate to be endorsed thereon shall be substantially as set forth in "EXHIBIT A" attached hereto and made a part hereof.

SECTION 12.

Both the principal of and interest on the bonds shall be 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.

SECTION 13.

In case any bond shall become mutilated in respect of the body of such bond or the coupons, if any, appertaining thereto, or shall be believed by the State of South Carolina to have been destroyed, stolen, or lost, upon proof of ownership, satisfactory to the Governor and the State Treasurer of South Carolina, and upon surrender of such mutilated bond, with its coupons, if any, to the State of South Carolina, or upon receipt of evidence satisfactory to the State of South Carolina of such destruction, theft, or loss, and upon receipt also of indemnity satisfactory to the State of South Carolina, and upon payment of all expenses incurred by the State of South Carolina for any investigation relating thereto, and all expenses incurred in connection with the issuance of any new bond under this Section, the Governor and State Treasurer and Secretary of State of South Carolina shall execute and deliver a new bond of the same maturity, and for the same aggregate principal amount, with the coupons, if any, appertaining thereto, of like tenor and date, bearing the same number, with such notations as the State of South Carolina shall determine, in exchange and substitution for, and upon the cancellation of, the mutilated bond, its coupons, if any, or in lieu of and in substitution of the bond and coupons, if any, so lost, stolen or destroyed.

SECTION 14.

The bonds shall be sold at public sale, at not less than par and accrued interest. The said bonds shall be advertised for

sale in the following publications:

"THE BOND BUYER," a financial journal published
in the City of New York, State of New York; and

"THE STATE," a daily newspaper published in the
City of Columbia, State of South Carolina,

which notice of sale shall appear at least once, not less than seven days prior to the date set for said sale. The form of notice, time and conditions of sale shall be substantially as set forth in "EXHIBIT B" attached hereto and made a part and parcel hereof.

SECTION 15.

The proceeds derived from the sale of the bonds shall be applied and disposed of as follows:

- (1) Any accrued interest shall be applied to the payment of the first installment of interest to become due on the bonds;
- (2) The premium, if any, shall be applied to the payment of the first installment of principal of said bonds; and
- (3) \$10 Million of the principal proceeds shall be applied to the repayment of temporary loans made on behalf of the Highway Commission, which moneys have already been expended for Highway Construction Purposes; and the remaining proceeds shall be applied to Highway Construction Purposes.

SECTION 16.

The bonds shall be printed and shall be forthwith executed in the manner set forth in Section 9 hereof, in order to effect their delivery on the occasion prescribed by the Notice of Sale.

SECTION 17.

If all of the bonds, and coupons, representing interest

thereon, issued pursuant to this Resolution, shall have been paid and discharged, then this Resolution and all rights granted hereby shall cease and determine. Bonds and coupons shall be deemed to have been paid and discharged within the meaning of this Section, if the Paying Agent shall hold, at their maturity in trust for and irrevocably appropriated thereto, sufficient moneys for the payment of the principal thereof and accrued interest to the date of maturity, or if default in such payment shall have occurred on such date, then to the date of the tender of such payments. Any moneys which at any time shall be deposited with the Paying Agent, by or on behalf of the State of South Carolina, for the purpose of paying and discharging any of the bonds or coupons, shall be, and are hereby assigned, transferred and set over to the Paying Agent in trust for the respective holders of the bonds and coupons, and such moneys shall be and are hereby irrevocably appropriated to the payment and discharge thereof. But, if through lapse of time or otherwise, the holders of said bonds or coupons shall no longer be entitled to enforce payment of their obligations, then, in such event, it shall be the duty of the Paying Agent to forthwith return said funds to the State of South Carolina. All moneys deposited with the Paying Agent shall be deemed to be deposited in accordance with and subject to the provisions of this Section.

SECTION 18.

If bids are received in accordance with the terms and conditions of sale as herein provided, the Governor and the State

Treasurer shall, and they are hereby authorized and empowered to award the sale of the bonds to the bidder naming the lowest interest cost to the State, without further action on the part of this Board.

UNITED STATES OF AMERICA
STATE OF SOUTH CAROLINA
STATE HIGHWAY BOND
(SERIES J)

\$5,000
Number
J-

\$5,000
Number
J-

The STATE OF SOUTH CAROLINA hereby acknowledges that it is indebted and for value received, promises to pay to the bearer hereof, or, if this bond be registered, to the registered holder hereof, the sum of

FIVE THOUSAND DOLLARS

on the first day of December, 19__ (unless this bond be subject to redemption and shall have been duly called for previous redemption and payment of the redemption price made or provided for), with interest thereon, from the date of this bond, at the rate of

per centum (%) per annum, payable on June 1 and December 1 of each year, beginning December 1, 1973, according to the tenor, and upon presentation and surrender of the annexed coupons as they severally become due, or, if this bond be registered as to both principal and interest, to the registered holder hereof. Both the principal of and interest on this bond are payable in any coin or currency of the United States of America which, at the time of payment, is legal tender for the payment of public and private debts. Unless this bond be registered, payment of both principal and interest will be made at the principal office of _____, in the City of _____, State of _____, or, at the option of the holder, at the principal office of _____, in the City of _____, State of _____.

At the written request of the holder, and upon presentation of this bond to the State Treasurer of South Carolina, this bond will be registered in the holder's name on the books of the State Treasurer as to principal only, or as to both principal and interest, and such registration noted hereon by the State Treasurer, after which no transfer of this bond shall be valid unless made on said books and noted hereon, or, unless in case of registration as to principal only, the last registered transfer so noted shall have been to bearer. Registration as to principal only shall not affect the negotiability of the coupons hereto attached, which shall continue to pass by delivery. If this bond be registered as to principal only, payment of the principal of this bond, upon maturity, will be made to the registered holder upon surrender of this bond to the State Treasurer. In case of registration as to both principal and interest, all unmatured coupons will be cut off and destroyed by the State Treasurer, and that fact noted hereon by him, and thereafter interest evidenced by such surrendered coupons will be paid by check or draft by the State Treasurer at the times provided herein, to the registered holder of this bond by mail to the address shown on the registration books, and in such case payment of the principal of this bond, upon maturity, will be made to the registered holder upon surrender of this bond to the State Treasurer.

The bonds of this issue maturing on and after December 1, 1983, are subject to redemption, at the option of the State of South Carolina, in whole or in part, but if in part in inverse numerical order, on December 1, 1982, and on all subsequent interest payment dates, upon published notice as hereinafter provided, at a redemption

price, for each bond redeemed, equal to the principal amount of such bond, plus a redemption premium of two per centum (2%) of the principal amount thereof, together with accrued interest to the redemption date. If bonds are called for redemption prior to their stated maturity, notice of redemption, describing the bonds to be redeemed and specifying the redemption date, must be given by the State of South Carolina by publication at least once, not less than thirty days and not more than sixty days prior to the redemption date, in a financial journal published in the borough of Manhattan, City and State of New York. Interest on the bonds to be redeemed shall cease to accrue from and after the redemption date specified in such notice, unless the State of South Carolina defaults in payment of the redemption price thereof.

This bond is one of an issue of bonds in the aggregate principal amount of Thirty-five Million Dollars (\$35,000,000) of like tenor, except as to number, rate of interest, date of maturity and redemption provisions, issued pursuant to and in accordance with the Constitution and Laws of the State of South Carolina, including particularly Sections 15.1 to 15.22, inclusive, of Act No. 1575 of the Acts of the General Assembly of the State of South Carolina for the year 1972, as amended by an Act enacted at the 1973 Session of the General Assembly, bearing ratification number R67 and approved February 23, 1973, for the purpose of raising moneys to be expended for highway construction purposes.

For the payment of the principal of and interest on this bond there are hereby pledged the full faith, credit and taxing power of the State of South Carolina, and in addition thereto, but

subject to the provisions of the Act above referred to, all of the moneys derived from the Gasoline Tax, the Motor Vehicle License Tax, the Road Tax and the Fuel Oil Tax, as such terms are defined in said Act.

It is hereby certified and recited that all conditions, acts and things required by the Constitution or Statutes of the State of South Carolina to exist, be performed or happen precedent to or in the issuance of this bond, exist, have been performed and have happened, and that the amount of this bond, together with all other indebtedness of the State of South Carolina, does not exceed any limit prescribed by such Constitution or Statutes.

IN WITNESS WHEREOF, the State of South Carolina has caused this bond to be signed by the facsimile signature of the Governor of South Carolina and by the manual signature of the State Treasurer of South Carolina, the Great Seal of the State of South Carolina to be reproduced hereon and attested by the manual signature of the Secretary of State of South Carolina, the coupons attached hereto to be authenticated by the facsimile signature of the State Treasurer in office on the date of this bond, and this bond to be dated April 1, 1973.

(SEAL)

Governor

State Treasurer

Attest:

Secretary of State

(FORM OF COUPON)

On the first day of December, 19____, the STATE OF SOUTH CAROLINA (unless the bond mentioned below be sooner redeemed or its redemption be provided for) will pay to BEARER

_____ DOLLARS \$ _____
 at the principal office of _____,
 in the City of _____, State of _____, or, at
 the option of the holder, at the principal office of _____
 _____, in the City of _____, State of _____,
 _____, in any coin or currency of the United States of
 America which is then legal tender for the payment of public and
 private debts, being the interest then due on its STATE HIGHWAY
 BOND (SERIES J), dated April 1, 1973, No. J - _____.

 State Treasurer

(FORM OF REGISTRATION TO APPEAR ON THE REVERSE OF EACH BOND)

IT IS HEREBY CERTIFIED that upon the written request of the holder of the within bond for its registration as to both principal and interest, I have this day cut off and destroyed all unmatured coupons of said bond, being _____ in number, and that the principal and interest of said bond are payable to the registered holder or his legal representatives or successor.

Dated:

_____, 19____.

 State Treasurer

NO WRITING ON THIS BOND EXCEPT BY
THE STATE TREASURER OR HIS DEPUTY

The registration below is to be deemed to be as to
principal only, unless the above certificate has been executed
by the State Treasurer.

<u>DATE OF REGISTRATION</u>	<u>NAME OF REGISTERED HOLDER</u>	<u>STATE TREASURER</u>
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____

(FORM OF PANEL FOR BACK OF BONDS)

NO.

STATE OF SOUTH CAROLINA

\$5,000

STATE HIGHWAY BOND

(SERIES J)

PER

CENT

PRINCIPAL DUE

December 1, 19
(Unless sooner Redeemed)*

INTEREST PAYABLE

June 1 and December 1

PRINCIPAL AND INTEREST

Payable
At the principal Office of

in

or

Columbia, S. C.

*On Bonds Numbers J-4,501 to J-7,000, inclusive.

NOTICE OF SALE

\$47,500,000

GENERAL OBLIGATION BONDS OF THE
STATE OF SOUTH CAROLINA

SEALED PROPOSALS will be received by the Governor and the State Treasurer of the State of South Carolina, in the Governor's Office, in the State Capitol, in the City of Columbia, South Carolina, on Tuesday, the 27th day of March, 1973, until 12:00 Noon (EASTERN STANDARD TIME), at which time said proposals will be publicly opened and announced for the purchase of \$47,500,000 General Obligation Bonds of the State of South Carolina hereinafter described.

The foregoing bonds will consist of two issues enumerated below, which, in their aggregate, are offered as a single issue:

(1) \$35,000,000 State Highway Bonds, Series J, issued for the purpose of raising moneys for highway construction purposes, pursuant to and in accordance with the Constitution and Laws of the State of South Carolina, payable in installments on December 1 as follows: \$2,500,000 in each of the years 1974 to 1987, inclusive.

(2) \$12,500,000 State Institution Bonds, which issue consists of three series, enumerated as follows:

(a) \$6,950,000 State Institution Bonds, Series A, payable in serial installments on December 1 in each year as follows: \$300,000 in each of the years 1973 to 1975, inclusive; \$350,000 in each of the years 1976 to 1978, inclusive; \$450,000 in each of the years 1979 and 1980; \$500,000 in the year 1981; \$550,000 in each of the years 1982 to 1984, inclusive; and \$650,000 in each of the years 1985 to 1987, inclusive, issued to finance permanent improvements at The University of South Carolina.

(b) \$2,500,000 State Institution Bonds, Series B, payable in serial installments on December 1 in each year as follows: \$75,000 in each of the years 1973 and 1974; \$100,000 in each of the years 1975 to 1978, inclusive; \$200,000 in each of the years 1979 and 1980; \$250,000 in each of the years 1981 to 1983, inclusive; and \$200,000 in each of the years 1984 to 1987, inclusive, issued to finance permanent improvements at Clemson University.

(c) \$3,050,000 State Institution Bonds, Series E, payable in serial installments on December 1 in each year as follows: \$250,000 in the year 1973; and \$200,000 in each of the years 1974 to 1987, inclusive, issued to finance permanent improvements at The Medical University of South Carolina.

The bonds will be dated April 1, 1973 and will be in the denomination of \$5,000 each. The bonds will bear interest from their date and such interest will be payable on June 1 and December 1 of each year, beginning December 1, 1973, at which time interest for eight months will be paid.

The bonds will be issued as coupon bonds, with the privilege of registration as to principal only, or as to both principal and interest, on registry books to be kept by the State Treasurer in the City of Columbia, South Carolina. If so registered in either manner, appropriate payments on account of principal, or principal and interest, will be made directly to the registered holder by the State Treasurer.

The State Highway Bonds will be numbered consecutively from 1 upwards in the order of their maturities, and will bear the prefix "J."

The bonds of each of the above three series of State Institution Bonds will be numbered consecutively from 1 upwards in the order of their maturities and will bear a letter prefix to distinguish the three several series.

The composite maturity schedule of the State Highway Bonds and the State Institution Bonds is as follows:

Principal Amount	Year	Principal Amount	Year
\$ 625,000	1973	\$3,450,000	1981
3,075,000	1974	3,500,000	1982
3,100,000	1975	3,500,000	1983
3,150,000	1976	3,450,000	1984
3,150,000	1977	3,550,000	1985
3,150,000	1978	3,550,000	1986
3,350,000	1979	3,550,000	1987
3,350,000	1980		

The State Highway Bonds maturing on and after December 1, 1983 are subject to redemption prior to their respective maturities, at the option of the State of South Carolina, on December 1, 1982 and all subsequent interest payment dates, as a whole, or in part, in the inverse order of their identifying numbers, at a redemption price of par and accrued interest to the date of redemption, plus

a redemption premium of two per centum of the principal amount of each bond that shall be redeemed.

The State Institution Bonds maturing on and after December 1, 1983 are subject to redemption prior to their respective maturities, at the option of the State of South Carolina, on December 1, 1982, and all subsequent interest payment dates, as a whole, or in part, in the inverse order of their identifying numbers, at a redemption price of par and accrued interest to the date of redemption, plus a redemption premium of two per centum of the principal amount of each bond that shall be redeemed. The redemption provisions applicable to the State Institution Bonds apply to each of the three series of State Institution Bonds described above separately, rather than to the issue as a whole.

The State Highway Bonds are issued pursuant to the provisions of Sections 15.1 through 15.22, inclusive, of Act No. 1575 of the Acts of the General Assembly of the State of South Carolina for the year 1972, as amended by an Act enacted at the 1973 Session of the General Assembly, bearing ratification number R67 and approved February 23, 1973.

The State Institution Bonds are issued pursuant to the provisions of Chapter 2, Title 22, Code of Laws of South Carolina, 1962, as amended.

Bidders are invited to name the rate or rates of interest which the bonds will bear, under the following conditions:

- (1) No rate of interest named shall exceed 5%;
- (2) All bonds of the same maturity, as set forth in the composite schedule shown above, shall bear the same rate of interest;
- (3) All interest payments shall be evidenced by single coupons;
- (4) No interest rate named shall be more than 1% higher than the lowest rate of interest named;
- (5) Each interest rate named shall be a multiple of 1/8th or 1/20th of one per centum (1%); and
- (6) Any sum named by way of premium shall be paid in cash as a part of the purchase price.

Interest cost will be determined by deducting premium, if any, from the aggregate of interest on the bonds from April 1, 1973, until their respective maturities. Bidders are requested to complete the tabulation on the official bid form, which must be used, but such tabulations are not required and will not be regarded as a part of the bid.

Unless all proposals are rejected, the proposal naming the lowest interest cost to the State will be accepted.

Both the principal of and interest on the bonds will be payable in any coin or currency of the United States of America which, at the time of payment, shall be legal tender for the payment of public and private debts. Except as to bonds registered as to principal or as to bonds registered as to both principal and interest, such payments shall be made at not more than two banks or trust companies, whose names will be printed on the bonds and coupons, to be mutually agreed upon by the State Treasurer and the successful purchaser, provided that:

(a) One shall be a bank or trust company organized under the laws of the State of South Carolina, or of the United States, having an office in the City of Columbia, South Carolina.

(b) The second shall be a bank or trust company organized under the laws of one of the States of the United States, or of the United States, located in a City agreeable to the State Treasurer.

Should it happen that the State Treasurer and the successful bidder shall fail to agree upon the banks or trust companies at which the bonds shall be payable, then, in such event, the bonds, both principal and interest, shall be payable at the principal office of a bank or trust company located in the City of New York, State of New York, or, at the option of the holder, at a bank or trust company having an office in the City of Columbia, State of South Carolina, both to be designated by the State Treasurer.

Each proposal must be submitted on the official bid form, must be enclosed in a sealed envelope and should be addressed to the State Treasurer of the State of South Carolina, State Capitol, Columbia, S. C., and marked on the outside in substance "Proposal for State General Obligation Bonds." As a condition precedent to the consideration of its proposal, each bidder must enclose with it a certified or cashier's or treasurer's check drawn upon a bank or trust company, payable to the order of the Treasurer of South Carolina for \$475,000, as a good faith deposit. The check of the successful bidder will be applied in part payment of the bonds or to secure the State from any loss resulting from the failure of the

bidder to comply with the terms of its bid. The good faith deposit will be returned to the successful bidder if the State of South Carolina shall fail to deliver the bonds as provided in this Notice of Sale. No interest will be allowed on the good faith deposit of the successful bidder.

No proposal for the purchase of less than all of the \$47,500,000 of bonds, or at a price of less than par and accrued interest to the date of delivery, will be considered.

The right to reject all bids is reserved and any bid not conforming to this notice may be rejected, but the right is reserved to waive technicalities.

The State will furnish, without cost to the successful bidder, the printed bonds and the opinions of The Honorable Daniel R. McLeod, Attorney General of the State of South Carolina, and of Sinkler Gibbs Simons & Guerard, Attorneys at Law, Charleston, South Carolina. The opinions to be issued with respect to the State Highway Bonds will state in substance: (1) the bonds are valid and legally binding obligations of the State of South Carolina, (2) the full faith, credit and taxing power of the State of South Carolina, are pledged to the payment of the principal of and interest on such bonds, as they become due and payable, (3) the bonds, together with other State Highway Bonds heretofore and hereafter issued under the provisions of the enabling law, are additionally secured by a pledge of the entire revenues derived from the 5.67¢ Gasoline Tax, the Motor Vehicle License Tax, the Road Tax, and the Fuel Oil Tax, levied pursuant to Title 65, Code of Laws of South Carolina, 1962, as amended. The opinions to be issued with respect to the State Institution Bonds will state in substance: (1) the bonds are valid and legally binding obligations of the State of South Carolina, (2) the full faith, credit and taxing power of the State of South Carolina are pledged to the payment of the principal of and interest on such bonds, as they become due and payable, (3) the bonds, together with other State Institution Bonds heretofore and hereafter issued, are additionally secured by a pledge of the tuition fees received by the State Institution for which such bonds are issued, (4) interest on the bonds is exempt from Federal income taxes under Federal Statutes existing on the date of the delivery of the bonds, as then judicially construed, and (5) the bonds and the interest thereon are exempt from all state, county, municipal, school district and all other taxes or assessments imposed thereon within the State of South Carolina, except inheritance, estate or transfer taxes. Upon the delivery of the bonds and payment therefor, the successful bidder shall also be supplied with a certificate signed by the Attorney General of the State, dated as of the date of delivery to the effect that there is no litigation pending or (to the knowledge of the Attorney General) threatened, affecting the validity of the bonds.

The opinion of Messrs. Sinkler Gibbs Simons & Guerard will be printed on the back of each of the bonds.

The bonds will be delivered in New York, New York, on or about May 1st, 1973.

Prospective purchasers may obtain, in advance of the sale, copies of the forms of these opinions and other information from the undersigned State Treasurer.

JOHN C. WEST, Governor

GRADY L. PATTERSON, JR., State Treasurer.

Publication Date:

March 16, 1973.

THE STATE OF SOUTH CAROLINA.

As an incident to the adoption of this Resolution, the State Budget and Control Board of South Carolina (the State Board) acting pursuant to the authorizations of Chapter 2, Title 22, Volume 6, Code of Laws of South Carolina, 1962, as amended, finds as follows:

1. Applications, each of which is dated as of a date in March 1973, have been made to the State Board for the issuance of State Institution Bonds pursuant to Chapter 2, Title 22, Code of Laws of South Carolina, 1962, as amended, by the following State Institutions, for the following amounts and for the following purposes:

(a) The University of South Carolina, in Columbia, for \$6,950,000 of State Institution Bonds, the proceeds of which are required for the permanent improvements described in the application.

(b) Clemson University, in Clemson, for \$2,500,000 of State Institution Bonds, the proceeds of which are required for the permanent improvements described in the application.

(c) The Medical University of South Carolina for \$3,050,000 of State Institution Bonds, the proceeds of which are required for the permanent improvements described in the application.

2. The State Board has duly and carefully considered the applications and has determined that they should be approved,

inasmuch as it has been determined that an immediate need exists for the permanent improvements set forth in the several applications.

On the basis of the foregoing, the State Board adopts this Resolution for the purpose of making the findings required of it by Section 22-25, Code of Laws of South Carolina, 1962, as amended, and in order to make formal request to the Governor and the State Treasurer pursuant to Section 22-26, Code of Laws of South Carolina, 1962, as amended, for the issuance of \$12,500,000 of State Institution Bonds pursuant to Chapter 2, Title 22, Code of Laws of South Carolina, 1962, as amended.

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

I

The State Board has ascertained and hereby determines:

(1) That a definite and immediate need exists for permanent improvements at the State Institutions, whose applications have been approved, as hereinafter in Paragraph (2) set forth.

(2) That there are definite and immediate needs as follows:

(a) For The University of South Carolina:

Biological Science Center	\$3,900,000
School of Nursing	525,000
To partially finance new building for the School of Nursing.	
Energy Facility-West	550,000
New building and distribution tunnels for sources of heating and cooling for the area bounded generally by Blossom, Marion, Pendleton and Assembly Streets.	

Campus Outdoor Lighting	\$ 250,000
Property Acquisition	1,590,000
Physical Education Center These additional funds needed to complete the new Physical Education Center building.	100,000
Marine Biology Laboratory A new building located at Belleview Plantation on Winyah Bay.	35,000

(b) For Clemson University: \$2,500,000

(1) The enlargement and improvement of Academic and Student Activity facilities; and

(2) The expansion and improvement of Campus Utility System, walks, drives, and parking areas.

(c) For The Medical University:

(1) To meet a portion of the cost of a Clinical Science Building, whose construction is to commence in 1973 2,500,000

(2) To provide funds to be used in connection with:

(i) An addition to the Teaching Hospital;

(ii) The enlargement of the third floor of Building "E" of the original quadrangle; and

(iii) The completion of unfinished areas in the Basic Science Building and to pay for the construction of a storage warehouse \$ 550,000

(3) That the bonds to be issued for the several State Institutions, whose applications are hereby approved, shall be sold at public sale, and sealed bids for the purchase of the bonds be received by the Governor and the State Treasurer until

12:00 Noon (EST) on a date to be fixed by the State Treasurer, which date shall be not less than ten days subsequent to the publication of a notice of sale as prescribed by Section 22-36, Code of Laws of South Carolina, 1962, as amended.

(4) That a satisfactory and proper schedule of tuition fees is in effect at each of said State Institutions as follows:

A. For The University:

<u>TYPE OF STUDENT</u>	<u>TUITION FEES FOR ACADEMIC YEAR</u>
Resident	\$150
Non-Resident	\$400

B. For Clemson University:

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

C. For The Medical University:

<u>TYPE OF STUDENT</u>	<u>In-State</u>	<u>TUITION FEES FOR ACADEMIC YEAR Out-Of-State</u>
<u>Professional</u> Medicine and Dentistry	\$650	\$1,300
<u>Baccalaureate</u> Nursing and Pharmacy	\$300	\$ 500
Graduate Studies	\$300	\$ 300
College of Allied Health Sciences	\$125	\$ 225

(5) That the aggregate of tuition fees received by the several State Institutions for the 12 calendar months preceding the month in which such applications were dated, viz., the twelve months ended February 28, 1973, if multiplied by the number of years for which bonds issued pursuant to Chapter 2, Title 22, Code of Laws of South Carolina, 1962, as amended, will be outstanding, will (on the basis of the maturity schedule hereinafter prescribed) result in the production of a sum equal to not less than 150% of the aggregate principal and interest requirements of all State Institution Bonds issued for such Institutions to be outstanding following the approval of their respective applications. It further appears, on the basis of such maturity schedule, that in each instance 110% of the highest annual debt service to be incurred on behalf of any institution will not exceed the annual tuition fees collected during the test period ended February 28, 1973.

The aggregate tuition fees received by the several State Institutions for the twelve calendar months beginning March 1, 1972 and ending February 28, 1973, are as follows:

<u>NAME OF INSTITUTION</u>	<u>TUITION FEES RECEIVED</u>
The University	\$2,736,879.00
Clemson	\$1,512,190.60
The Medical University	\$ 659,854.96

(6) The respective Boards of Trustees of the said Institutions, have agreed that such schedules of tuition fees in effect at such Institutions 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 of the proposed bonds for each of said Institutions.

(7) The State Board has made the findings required of it by Section 22-25, Code of Laws of South Carolina, 1962, as amended, and hereby approves the applications of the several State Institutions above referred to, none of which have been modified.

II

In order to comply with the provisions of Chapter 2, Title 22, Code of Laws of South Carolina 1962, as amended, the State Board hereby sets forth the following:

(1) The names of the State Institutions seeking funds and the amount of each respective application are as follows:

- | | |
|--------------------------------------|-------------|
| A. For <u>The University</u> | \$6,950,000 |
| B. For <u>Clemson University</u> | \$2,500,000 |
| C. For <u>The Medical University</u> | \$3,050,000 |

(2) The annual principal and interest requirements of all outstanding bonds issued for such Institutions, the proposed maturity schedule of the bonds now sought to be issued, the anticipated interest cost for each year during the life of the bonds now sought to be issued (computed at 5%), and the aggregate annual principal and interest requirements of the bonds now sought to be issued, are set forth in Schedules 1 through 3, inclusive. Such schedules likewise set forth the sum received by each such Institution from tuition fees for the 12 calendar months preceding

the month in which the application of such Institution was dated, and further establishes that the coverage tests prescribed by Section 22-25, Code of Laws of South Carolina, 1962, as amended, and by regulations of this Board, have been met.

III

The State Board finds that the total aggregate principal requirements of all State Institution Bonds to be outstanding, following the issuance of the State Institution Bonds sought to be issued, will be the sum of \$46,222,000. This sum is less than the statutory limit established by Section 22-29, Code of Laws of South Carolina, 1962, as amended, as shown by the summary set forth in Schedule 4.

IV

State Institution Bonds in the aggregate principal amount of \$12,500,000 should be issued. Such issue shall be comprised as follows:

(1) For The University:

Negotiable coupon bonds in the principal amount of \$6,950,000, in the denomination of \$5,000 each, numbered A-1 to A-1390, inclusive, payable to bearer, but with the privilege to the holder of having the same registered on books of the State Treasurer, as to principal only, or as to both principal and interest. Said bonds shall be dated April 1, 1973, and shall mature on December 1 in the years and amounts as follows:

\$300,000 in each of the years 1973 to 1975,
inclusive;
\$350,000 in each of the years 1976 to 1978,
inclusive;
\$450,000 in each of the years 1979 and 1980;
\$500,000 in the year 1981;

\$550,000 in each of the years 1982 to 1984,
inclusive; and
\$650,000 in each of the years 1985 to 1987,
inclusive.

(2) For Clemson University:

Negotiable coupon bonds in the principal amount of \$2,500,000, in the denomination of \$5,000 each, numbered B-1 to B-500, inclusive, payable to bearer, but with the privilege to the holder of having the same registered on books of the State Treasurer, as to principal only, or as to both principal and interest. Said bonds shall be dated April 1, 1973, and shall mature on December 1 in the years and amounts as follows:

\$75,000 in each of the years 1973 and 1974;
\$100,000 in each of the years 1975 to 1978,
inclusive;
\$200,000 in each of the years 1979 and 1980;
\$250,000 in each of the years 1981 to 1983,
inclusive; and
\$200,000 in each of the years 1984 to 1987,
inclusive.

(3) For The Medical University:

Negotiable coupon bonds in the principal amount of \$3,050,000, in the denomination of \$5,000 each, numbered E-1 to E-610, inclusive, payable to bearer, but with the privilege to the holder of having the same registered on books of the State Treasurer, as to principal only, or as to both principal and interest. Said bonds shall be dated April 1, 1973, and shall mature on December 1 in the years and amounts as follows:

\$250,000 in the year 1973; and
\$200,000 in each of the years 1974 to 1987,
inclusive.

V

The bonds and the interest thereon (except in the case of bonds registered as to principal, or bonds fully registered as to both principal and interest) shall be payable at not

more than two banks or trust companies, whose names will be printed on the bonds and coupons, to be mutually agreed upon by the State Treasurer and the successful purchaser, provided that:

(a) One shall be a bank organized under the laws of the State of South Carolina, or of the United States, having an office in the City of Columbia, South Carolina; and

(b) The remaining financial institution shall be a bank or trust company organized under the laws of one of the States of the United States, or of the United States, located in a city agreeable to the State Treasurer.

VI

The bonds shall bear such rate or rates of interest, payable on June 1 and December 1 of each year, commencing December 1, 1973 (at which time interest for eight months will be due) as shall at the sale of such bonds reflect the lowest interest cost to the State of South Carolina, at a price of not less than par and accrued interest to the date of delivery, but:

- (1) No rate of interest named shall exceed 5%;
- (2) All bonds of the same maturity shall bear the same rate of interest;
- (3) All interest payments shall be evidenced by single coupons;
- (4) No interest rate named shall be more than 1% higher than the lowest rate of interest named;
- (5) Each interest rate named shall be a multiple of 1/8th or 1/20th of one per centum (1%); and
- (6) Any sum named by way of premium shall be paid in cash as part of the purchase price.

For the purposes of this section, interest cost shall mean the aggregate of interest on the bonds from April 1, 1973, until their respective maturities, less any sum named by way of premium.

The form of the bonds to be issued shall be substantially as that set forth in "Exhibit A" attached hereto.

VIII

All bonds shall be duly executed in the manner prescribed by Section 22-33, Code of Laws of South Carolina, 1962.

IX

Exercising powers granted by Section 22-32, Code of Laws of South Carolina, 1962, as amended, it is determined that all of such bonds maturing on and after December 1, 1983, shall be subject to redemption at the option of the State of South Carolina, on December 1, 1982, and all subsequent interest payment dates, at a price of par and accrued interest to the date of redemption, plus a redemption premium of two per centum of the principal amount of each bond that shall be redeemed. The redemption provisions shall apply to each series of bonds separately, rather than to the entire issue as a whole.

The numbering of the bonds of the above institutions which are subject to redemption are as follows:

For <u>The University</u>	Bonds numbered A-781 to A-1390, inclusive.
For <u>Clemson University</u>	Bonds numbered B-291 to B-500, inclusive.
For <u>The Medical University</u>	Bonds numbered E-411 to E-610, inclusive.

If the option to redeem shall be exercised, notice of redemption, describing the bonds to be redeemed and specifying the redemption date, shall be given by the State by publication at least once, not less than thirty days nor more than sixty days prior to the redemption date, in a financial journal published in the Borough of Manhattan, City and State of New York.

Interest on the bonds to be redeemed shall cease to accrue from and after the redemption date specified in such notice, unless the State defaults in the payment of the redemption price thereof.

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

The State Board further requests that the Governor and the State Treasurer exercise the discretion granted to them by Section 1-710, Code of Laws of South Carolina, 1962, to effect the sale of the State Institution Bonds, which are the subject of this resolution, at the same time with \$35 Million State Highway Bonds, whose issuance has this day been authorized by this Board, and in such manner that persons bidding shall be required to bid on both the State Capital Improvement Bonds and the State Institution Bonds as though such issue constituted only a single issue of bonds.

EXHIBIT A

UNITED STATES OF AMERICA
STATE OF SOUTH CAROLINA
STATE INSTITUTION BOND

SERIES _____

(ISSUED ON BEHALF OF

)*

\$5,000
Number

\$5,000
Number

The STATE OF SOUTH CAROLINA hereby acknowledges that it is indebted and for value received, promises to pay to the BEARER HEREOF, or, if this bond be registered, to the REGISTERED HOLDER HEREOF, the sum of

FIVE THOUSAND DOLLARS

on the first day of December, 19____ (unless this bond be subject to redemption and shall have been duly called for previous redemption and payment of the redemption price made or provided for), with interest thereon, from the date of this bond, at the rate of _____ per centum (%) per annum, payable on June 1 and December 1 of each year, beginning on December 1, 1973, (at which time interest for eight months will be due), according to the tenor, and upon presentation and surrender, of the annexed coupons as they severally become due, or, if this bond be registered as to both principal and interest, to the registered holder hereof. Both the principal of and interest on this bond are payable in any coin or currency of the United States of America which, at the time of payment, is legal tender for the payment of public and private debts. Unless this bond

be registered, all payments of principal and interest will be made at the principal office of _____, in the City of New York, State of New York, or, at the option of the holder, at the principal office of _____, in the City of Columbia, State of South Carolina.

At the written request of the holder, and upon presentation of this bond to the State Treasurer of South Carolina, this bond will be registered in the holder's name on the books of the State and such registration noted hereon by the State Treasurer, after which no transfer of this bond shall be valid unless made on said books and noted hereon, or, unless in case of registration as to principal only, the last registered transfer so noted shall have been to bearer. Registration as to principal only shall not affect the negotiability of the coupons hereto attached, which shall continue to pass by delivery. If this bond be registered as to principal only, payment of the principal of this bond will be made directly to the registered holder by the State Treasurer. In case of registration as to both principal and interest, all unmatured coupons will be cut off and destroyed by the State Treasurer, and that fact noted hereon by him. If this bond be registered as to both principal and interest, payment of the principal of and interest on this bond will be made directly to the registered holder by the State Treasurer.

The bonds of this series maturing on and after December 1, 1983 are subject to redemption, at the option of the State of South

Carolina, on December 1, 1982, and on all subsequent interest payment dates, at par and accrued interest to the date of redemption, plus a redemption premium of two per centum (2%) of the principal amount of each bond redeemed. If bonds are called for redemption prior to their stated maturity, notice of redemption, describing the bonds to be redeemed and specifying the redemption date, must be given by the State of South Carolina by publication at least once, not less than thirty days and not more than sixty days prior to the redemption date, in a financial journal published in the Borough of Manhattan, City and State of New York. Interest on the bonds to be redeemed shall cease to accrue from and after the redemption date specified in such notice unless the State of South Carolina defaults in the payment of the redemption price thereof. If less than all of the outstanding bonds of this series are to be redeemed prior to their maturity, the bonds to be redeemed shall be redeemed in their inverse numerical order.

This bond is one of a series of bonds in the aggregate principal amount of _____ Dollars (\$_____)** of like tenor, except as to number, rate of interest, date of maturity and redemption provisions, issued pursuant to and in accordance with the Constitution and Laws of the State of South Carolina, including particularly the provisions of Chapter 2, Title 22, Volume 6, Code of Laws of South Carolina,

1962, as amended, for the purpose of (here insert specific purpose for which bonds of each series are issued in accordance with footnote directives below).***

The full faith, credit and taxing power of the State of South Carolina are hereby pledged for the payment of the principal of and interest on this bond, and in addition thereto, but subject to the provisions of the statute law above referred to, all tuition fees charged at ****.

It is hereby certified and recited that all conditions, acts and things required by the Constitution or Statutes of the State of South Carolina to exist, be performed or happen precedent to or in the issuance of this bond, exist, have been performed and have happened, and that the amount of this bond, together with all other indebtedness of the State of South Carolina, does not exceed any limit prescribed by such Constitution or Statutes.

IN WITNESS WHEREOF, the State of South Carolina has caused this bond to be signed by a facsimile signature of the Governor of South Carolina and by the manual signature of the State Treasurer of South Carolina, and has caused the Great Seal of the State to be reproduced hereon and attested by the manual signature of the Secretary of State of South Carolina, and the coupons hereto attached to be authenticated by the facsimile signature of the State Treasurer in office on the date of this bond, and this bond

to be dated April 1st, 1973.

(SEAL)

Governor

State Treasurer

Attest:

Secretary of State

(FORM OF COUPON)

The STATE OF SOUTH CAROLINA on the 1st day of _____
 _____ (unless the bond mentioned below be sooner redeemed)
 will pay to BEARER _____ DOLLARS (\$)
 at the principal office of _____,
 in the City of New York, State of New York, or, at the option of the
 holder, at the principal office of _____,
 in the City of Columbia, State of South Carolina, in any coin or
 currency of the United States of America which is then legal tender
 for the payment of public and private debts, being the interest
 then due on its STATE INSTITUTION BOND, SERIES _____ (issued on
 behalf of _____), dated April 1st, 1973. No. _____.

State Treasurer

w

(FORM OF REGISTRATION TO APPEAR ON THE REVERSE OF EACH BOND)

IT IS HEREBY CERTIFIED that upon the written request of the holder of the within bond for its registration as to both principal and interest, I have this day cut off and destroyed all unmatured coupons of said bond, being _____ in number, and that the principal and interest of said bond are payable to the registered holder or his legal representative or successor.

Dated: _____, 19____.

State Treasurer

NO WRITING ON THIS BOND EXCEPT BY
THE STATE TREASURER OR HIS DEPUTY

The registration indicated below is to be deemed to be as to principal only, unless the above certificate has been executed by the State Treasurer.

DATE OF REGISTRATION	NAME OF REGISTERED HOLDER	STATE TREASURER
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____

(FORM OF PANEL FOR BACK OF BOND)

NO. _____

STATE OF SOUTH CAROLINA

\$5,000

STATE INSTITUTION BOND

SERIES _____

(ISSUED ON BEHALF OF

)

PER _____ CENT

PRINCIPAL DUE

DECEMBER 1, 19 _____

(UNLESS SOONER REDEEMED)

INTEREST PAYABLE

JUNE 1 and DECEMBER 1

(BEGINNING DECEMBER 1, 1973)

PRINCIPAL AND INTEREST PAYABLE

AT

* On bonds issued for the University of South Carolina -
"THE UNIVERSITY OF SOUTH CAROLINA"

On bonds issued for Clemson University -
"CLEMSON UNIVERSITY"

On bonds issued for Medical University -
"THE MEDICAL UNIVERSITY OF SOUTH CAROLINA"

** Insert principal amount of issue for each particular institution.

*** In the case of the University of South Carolina insert:

"financing permanent improvements at The University of
South Carolina"

In the case of Clemson University insert:

"financing permanent improvements at Clemson University"

In the case of The Medical University insert:

"financing permanent improvements at The Medical University
of South Carolina"

**** Insert name of Institution for which series is issued.

Schedule 1 - University of South Carolina

CALENDAR YEAR	DEBT SERVICE OF OUTSTANDING BONDS	DEBT SERVICE OF ** PROPOSED ISSUE	TOTAL
1973	\$ 1,799,185	\$ 531,666.67	\$ 2,330,851.67
1974	1,780,485	632,500.00	2,412,985.00
1975	1,762,285	617,500.00	2,379,785.00
1976	1,779,835	652,500.00	2,432,335.00
1977	1,760,335	635,000.00	2,395,335.00
1978	1,789,960	617,500.00	2,407,460.00
1979	1,741,060	700,000.00	2,441,060.00
1980	1,706,160	677,500.00	2,383,660.00
1981	1,155,060	705,000.00	1,860,060.00
1982	1,119,560	730,000.00	1,849,560.00
1983	933,560	702,500.00	1,636,060.00
1984	901,485	675,000.00	1,576,485.00
1985	618,910	747,500.00	1,366,410.00
1986	93,960	715,000.00	808,960.00
1987	43,260	682,500.00	725,760.00
	<u>\$18,985,100</u>	<u>\$10,021,666.67</u>	<u>\$29,006,766.67</u>

**Interest computed at 5%.

Schedule 1 - University of South Carolina

CALCULATION ESTABLISHING COMPLIANCE WITH THE PROVISIONS OF SECTION 22-25(3), CODE OF LAWS OF SOUTH CAROLINA, 1962, AND REGULATIONS OF THE STATE BUDGET AND CONTROL BOARD OF SOUTH CAROLINA.

1. Debt service requirements (from Page 1)	\$ 29,006,766.67
2. <u>Less</u> Sinking Fund	<u>2,910,823.00</u>
3. Total net debt	\$ 26,095,943.67
4. 150% of Item 3 above	\$ 39,143,915.51
5. Tuition fees for 12 calendar ended 2-28-73	\$ 2,736,879.00
6. Product of \$2,736,879.00 times 14-2/3 (the years in which the Institution Bonds are to be outstanding, viz., from April 1, 1973 to December 1, 1987)	\$ 40,140,892.00
7. <u>Less</u> - Item 4	<u>\$ 39,143,915.51</u>
8. Margin (Compliance with statutory requirement)	\$ 996,976.49

The policy of the State Budget and Control Board prescribes that tuition fees for the twelve calendar months used in the preceding calculation equal or exceed 110% of the maximum annual debt service requirements for bonds to be outstanding.

A. Annual tuition for 12-month period ended 2-28-73	\$ 2,736,879.00
B. <u>Less</u> : Highest annual debt service (Calendar year 1979)	<u>\$ 2,441,060</u>
Multiply by	110%
C. Product	<u>\$ 2,685,166.00</u>
D. Margin (Compliance with Board regulation)	\$ 51,713.00

Schedule 2 - Clemson University

CALENDAR YEAR	DEBT SERVICE OF OUTSTANDING BONDS	DEBT SERVICE OF** PROPOSED ISSUE	TOTAL
1973	\$ 1,148,865	\$ 158,333.33	\$ 1,307,198.33
1974	1,171,065	196,250.00	1,367,315.00
1975	1,141,765	217,500.00	1,359,265.00
1976	1,113,215	212,500.00	1,325,715.00
1977	1,134,665	207,500.00	1,342,165.00
1978	1,104,365	202,500.00	1,306,865.00
1979	973,565	297,500.00	1,271,065.00
1980	945,345	287,500.00	1,232,845.00
1981	576,225	327,500.00	903,725.00
1982	557,825	315,000.00	872,825.00
1983	489,125	302,500.00	791,625.00
1984	272,000	240,000.00	512,000.00
1985	261,125	230,000.00	491,125.00
1986	-	220,000.00	220,000.00
1987	-	210,000.00	210,000.00
	<hr/>	<hr/>	<hr/>
	\$10,889,150	\$3,624,583.33	\$14,513,733.33

**Interest computed at 5%.

Schedule 2 - Clemson University

CALCULATION ESTABLISHING COMPLIANCE WITH THE PROVISIONS OF SECTION 22-25(3), CODE OF LAWS OF SOUTH CAROLINA, 1962, AND REGULATIONS OF THE STATE BUDGET AND CONTROL BOARD OF SOUTH CAROLINA.

1. Debt service requirements (from Page 1)	\$14,513,733.33
2. <u>Less</u> Sinking Fund	<u>\$ 1,309,413.20</u>
3. Total Net Debt	\$13,204,320.13
4. 150% of Item 3 above	\$19,806,480.20
5. Tuition fees for 12 calendar months ended 2-28-73	\$ 1,512,190.60
6. Product of \$1,512,190.60 times 14-2/3 (the years in which the Institution Bonds are to be outstanding, viz., from April 1, 1973 to December 1, 1987)	\$22,178,800.51
7. <u>Less</u> - Item 4	<u>\$19,806,480.20</u>
8. Margin (Compliance with statutory requirement)	\$ 2,372,320.31

The policy of the State Budget and Control Board prescribes that tuition fees for the twelve calendar months used in the preceding calculation equal or exceed 110% of the maximum annual debt service requirements for bonds to be outstanding.

A. Annual tuition fees for 12-month period ended 2-28-73	\$ 1,512,190.60
B. <u>Less</u> : Highest annual debt service (Calendar year 1974)	<u>\$1,367,315</u>
Multiply by	110%
C. Product	<u>\$ 1,504,046.50</u>
D. Margin (Compliance with Board regulation)	\$ 8,144.10

Schedule 3 - Medical University

CALENDAR YEAR	DEBT SERVICE OF OUTSTANDING BONDS	DEBT SERVICE OF ** PROPOSED ISSUE	TOTAL
1973	\$122,600	\$ 351,666.67	\$ 474,266.67
1974	118,100	340,000.00	458,100.00
1975	114,100	330,000.00	444,100.00
1976	110,600	320,000.00	430,600.00
1977	107,100	310,000.00	417,100.00
1978	103,600	300,000.00	403,600.00
1979	-	290,000.00	290,000.00
1980	-	280,000.00	280,000.00
1981	-	270,000.00	270,000.00
1982	-	260,000.00	260,000.00
1983	-	250,000.00	250,000.00
1984	-	240,000.00	240,000.00
1985	-	230,000.00	230,000.00
1986	-	220,000.00	220,000.00
1987	-	210,000.00	210,000.00
	<hr/>	<hr/>	<hr/>
	\$676,100	\$4,201,666.67	\$4,877,766.67

**Interest computed at 5%.

Schedule 3 - Medical University

CALCULATION ESTABLISHING COMPLIANCE WITH THE PROVISIONS OF SECTION 22-25(3), CODE OF LAWS OF SOUTH CAROLINA, 1962, AND REGULATIONS OF THE STATE BUDGET AND CONTROL BOARD OF SOUTH CAROLINA.

1. Debt Service requirements (from Page 1)	\$4,877,766.67
2. <u>Less</u> Sinking Fund	<u>\$1,048,812.41</u>
3. Total Net Debt	\$3,828,954.26
4. 150% of Item 3 above	\$5,743,431.39
5. Tuition fees for 12 calendar months ended 2-28-73	\$ 659,854.96
6. Product of \$659,854.96 times 14-2/3 (the years in which the Institution Bonds are to be outstanding, viz., from April 1, 1973 to December 1, 1987)	\$9,677,872.75
7. <u>Less</u> - Item 4	<u>\$5,743,431.39</u>
8. Margin (Compliance with statutory requirement)	\$3,934,441.36

The policy of the State Budget and Control Board prescribes that tuition fees for the twelve calendar months used in the preceding calculation equal or exceed 110% of the maximum annual debt service requirements for bonds to be outstanding.

A. Annual tuition fees for 12-month period ended 2-28-73	\$ 659,854.96
B. Less: Highest annual debt service (Calendar year 1973)	<u>\$474,266.67</u>
Multiply by	110%
C. Product	<u>\$ 521,693.34</u>
D. Margin (Compliance with Board Regulation)	\$ 138,161.62

Schedule 4

SCHEDULE SHOWING COMPLIANCE WITH STATUTORY DEBT LIMITATION SET BY
SECTION 22-29, CODE OF LAWS OF SOUTH CAROLINA, 1962, AS AMENDED,
AND REGULATIONS OF STATE BUDGET AND CONTROL BOARD OF SOUTH CAROLINA.

Total State Institution Bonds previously issued:*

Issue of 12-1-65 (Citadel, Clemson, Medical University, and University of South Carolina	\$17,300,000.00
Issue of 5-1-67 (Citadel, Clemson, University of South Carolina and Winthrop	14,800,000.00
Issue of 6-1-68 (University of South Carolina	1,470,000.00
Issue of 3-1-71 (Citadel, Clemson, Medical University, State College, University of South Carolina and Winthrop	<u>13,665,000.00</u>
Total	\$47,235,000.00

Bonds paid to date	<u>\$13,513,000.00</u>
Bonds now outstanding	\$33,722,000.00
Bonds now proposed to be issued	<u>\$12,500,000.00</u>
Total to be outstanding	\$46,222,000.00
Statutory Debt Limit	\$50,000,000.00
Margin (After issue of bonds proposed herein)	\$ 5,778,000.00
Total Sinking Funds as of February 6, 1973	<u>\$ 5,269,048.61</u>
Margin with use of Sinking Funds as permitted by Section 22-29, as amended	\$11,047,048.61

*This schedule disregards all series of
bonds retired in toto.

A RESOLUTION

BY THE BOARD OF TRUSTEES OF THE UNIVERSITY OF SOUTH CAROLINA REQUESTING THE ISSUANCE OF STATE INSTITUTION BONDS PURSUANT TO CHAPTER 2, TITLE 22, VOLUME 6, CODE OF LAWS OF SOUTH CAROLINA, 1962, AS AMENDED.

BE IT RESOLVED BY THE BOARD OF TRUSTEES OF THE UNIVERSITY OF SOUTH CAROLINA:

SECTION 1.

As an incident to the adoption of this Resolution it is found that permanent improvements of the sort hereafter described are required for The University of South Carolina in Columbia, South Carolina (The University), and on the basis of the foregoing, it has been decided by the Board of Trustees of The University (The Trustees) that an application should be made pursuant to the provisions of Chapter 2, Title 22, Code of Laws of South Carolina, 1962, as amended, for funds to be used for such purpose. Accordingly, this Resolution is adopted pursuant to Section 22-24, Code of Laws of South Carolina, 1962, as amended, in order to make formal application for the issuance of State Institution Bonds for The University to the extent of \$6,950,000.

SECTION 2.

The Trustees hereby make formal application, which shall be dated as of March 7, 1973, to the State Budget and Control Board of South Carolina for the issuance of \$6,950,000 State Institution Bonds pursuant to the provisions of Chapter 2, Title 22, Code of Laws of South Carolina, 1962, as amended, in

order that the proceeds thereof may be used to defray the cost of permanent improvements at The University described in SECTION 3 of this Resolution.

SECTION 3.

The description of the improvements required for The University and for that portion of the bonds now sought to be issued therefor is as follows:

Biological Science Center Building for the teaching and research in biological and related sciences.	\$3,900,000
School of Nursing To partially finance new building for the School of Nursing. Balance of financing comes from NIH Grant of \$2,045,000; State Capital Improvement Bonds \$800,000; Williams-Brice Bequest \$500,000.	525,000
Energy Facility-West New building and distribution tunnels for sources of heating and cooling for the area bounded generally by Blossom, Marion, Pendleton and Assembly Streets. Balance of financing is \$1,000,000 from the 1971 Institution Bond Issue.	550,000
Campus Outdoor Lighting To place additional outdoor lighting throughout the campus.	250,000
Property Acquisition Acquisition of additional land in and around the Columbia Campus.	1,590,000
Physical Education Center These additional funds needed to complete the new Physical Education Center building.	100,000
Marine Biology Lab A new building located at Belleview Plantation on Winyah Bay for the study and research in Marine Biology. Balance of financing is \$100,000 grant.	35,000

\$6,950,000

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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 March 1, 1972 and ending February 28, 1973 is \$2,736,879.

SECTION 5.

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

<u>TYPE OF STUDENT</u>	<u>TUITION FEES FOR ACADEMIC YEAR</u>
RESIDENT	\$150
NON-RESIDENT	\$400

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 The University and now outstanding, together with the annual interest and principal payments to become due thereon 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 The University 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 The University 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 The University will 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 will be issued on behalf of The University.

SECTION 11.

The Secretary of The Trustees is hereby directed to present a certified copy of this Resolution, together with the Exhibit heretofore referred to, to the Budget and Control Board of South Carolina, as evidence of the formal request of The Trustees for the issuance of State Institution Bonds on behalf of The University.

EXHIBIT A - SCHEDULE I

SHOWING MATURITY SCHEDULE AND (PRO FORMA) DEBT SERVICE OF A PROPOSED ISSUE OF \$6,950,000 STATE INSTITUTION BONDS FOR THE UNIVERSITY OF SOUTH CAROLINA, TO BE DATED APRIL 1, 1973, TO BEAR INTEREST AT THE RATE OF 5% PER ANNUM, PAYABLE ON JUNE 1 AND DECEMBER 1 OF EACH YEAR, COMMENCING DECEMBER 1, 1973 (AT WHICH TIME INTEREST FOR EIGHT MONTHS WILL BE DUE), AND TO MATURE ON DECEMBER 1 IN EACH YEAR AS SHOWN BELOW

CALENDAR YEAR	PRINCIPAL DUE 12-1	INTEREST 6-1 12-1	TOTAL PRIN. & INT.
1973	\$ 300,000	\$ -	\$ 231,666.67*
1974	300,000	166,250.00	632,500.00
1975	300,000	158,750.00	617,500.00
1976	350,000	151,250.00	652,500.00
1977	350,000	142,500.00	635,000.00
1978	350,000	133,750.00	617,500.00
1979	450,000	125,000.00	700,000.00
1980	450,000	113,750.00	677,500.00
1981	500,000	102,500.00	705,000.00
1982	550,000	90,000.00	730,000.00
1983	550,000	76,250.00	702,500.00
1984	550,000	62,500.00	675,000.00
1985	650,000	48,750.00	747,500.00
1986	650,000	32,500.00	715,000.00
1987	650,000	16,250.00	682,500.00
	<u>\$6,950,000</u>	<u>\$1,420,000.00</u>	<u>\$1,651,666.67</u>
			<u>\$10,021,666.67</u>

*Interest for 8 months

EXHIBIT A - SCHEDULE II (a)

TABLE SHOWING PAYMENTS OF PRINCIPAL AND INTEREST HEREAFTER
MATURING ON \$7,500,000 STATE INSTITUTION BONDS ISSUED ON BEHALF
OF THE UNIVERSITY OF SOUTH CAROLINA, DATED DECEMBER 1, 1965

CALENDAR YEAR	PRINCIPAL DUE DECEMBER 1	INT. RATE	INTEREST PAYMENTS		TOTAL	PRINCIPAL AND INT.
			June 1	Dec. 1	INTEREST	
1973	\$ 500,000	3.25%	\$ 65,250	\$ 65,250	\$ 130,500	\$ 630,500
1974	500,000	3.25%	57,125	57,125	114,250	614,250
1975	500,000	3.25%	49,000	49,000	98,000	598,000
1976	500,000	3.25%	40,875	40,875	81,750	581,750
1977	500,000	3.25%	32,750	32,750	65,500	565,500
1978	500,000	3.25%	24,625	24,625	49,250	549,250
1979	500,000	3.30%	16,500	16,500	33,000	533,000
1980	<u>500,000</u>	3.30%	<u>8,250</u>	<u>8,250</u>	<u>16,500</u>	<u>516,500</u>
	\$4,000,000		\$294,375	\$294,375	\$588,750	\$4,588,750

EXHIBIT A - SCHEDULE II (b)

TABLE SHOWING PAYMENTS OF PRINCIPAL AND INTEREST HEREAFTER
MATURING ON \$6,500,000 STATE INSTITUTION BONDS ISSUED ON BEHALF
OF THE UNIVERSITY OF SOUTH CAROLINA, DATED MAY 1, 1967

CALENDAR YEAR	PRINCIPAL DUE DECEMBER 1	INT. RATE	INTEREST PAYMENTS		TOTAL INTEREST	PRINCIPAL AND INT.
			June 1	Dec. 1		
1973	\$ 400,000	3.00%	\$69,525.00	\$ 69,525.00	\$ 139,050.00	\$ 539,050
1974	400,000	3.00%	63,525.00	63,525.00	127,050.00	527,050
1975	400,000	3.00%	57,525.00	57,525.00	115,050.00	515,050
1976	400,000	3.00%	51,525.00	51,525.00	103,050.00	503,050
1977	400,000	3.00%	45,525.00	45,525.00	91,050.00	491,050
1978	400,000	3.10%	39,525.00	39,525.00	79,050.00	479,050
1979	400,000	3.10%	33,325.00	33,325.00	66,650.00	466,650
1980	400,000	3.10%	27,125.00	27,125.00	54,250.00	454,250
1981	400,000	3.20%	20,925.00	20,925.00	41,850.00	441,850
1982	400,000	3.20%	14,525.00	14,525.00	29,050.00	429,050
1983	250,000	3.25%	8,125.00	8,125.00	16,250.00	266,250
1984	250,000	3.25%	4,062.50	4,062.50	8,125.00	258,125
	<u>\$4,500,000</u>		<u>\$435,237.50</u>	<u>\$435,237.50</u>	<u>\$870,475.00</u>	<u>\$5,370,475</u>

EXHIBIT A - SCHEDULE II (c)

TABLE SHOWING PAYMENTS OF PRINCIPAL AND INTEREST HEREAFTER
MATURING ON \$1,470,000 STATE INSTITUTION BONDS ISSUED ON BEHALF
OF THE UNIVERSITY OF SOUTH CAROLINA, DATED JUNE 1, 1968

CALENDAR YEAR	PRINCIPAL DUE DECEMBER 1	INT. RATE	INTEREST PAYMENTS		TOTAL INTEREST	PRINCIPAL AND INT.
			June 1	Dec. 1		
1973	\$ 65,000	3.00%	\$ 17,505	\$ 17,505	\$ 35,010	\$ 100,010
1974	65,000	3.00%	16,530	16,530	33,060	98,060
1975	65,000	3.00%	15,555	15,555	31,110	96,110
1976	75,000	3.00%	14,580	14,580	29,160	104,160
1977	75,000	3.00%	13,455	13,455	26,910	101,910
1978	75,000	3.00%	12,330	12,330	24,660	99,660
1979	75,000	3.00%	11,205	11,205	22,410	97,410
1980	90,000	3.00%	10,080	10,080	20,160	110,160
1981	90,000	3.00%	8,730	8,730	17,460	107,460
1982	90,000	3.00%	7,380	7,380	14,760	104,760
1983	90,000	3.00%	6,030	6,030	12,060	102,060
1984	90,000	3.00%	4,680	4,680	9,360	99,360
1985	90,000	3.00%	3,330	3,330	6,660	96,660
1986	90,000	3.00%	1,980	1,980	3,960	93,960
1987	42,000	3.00%	630	630	1,260	43,260
	\$1,167,000		\$144,000	\$144,000	\$288,000	\$1,455,000

EXHIBIT A - SCHEDULE II (d)

TABLE SHOWING PAYMENTS OF PRINCIPAL AND INTEREST HERE-
AFTER MATURING ON \$6,250,000 STATE INSTITUTION BONDS
ISSUED ON BEHALF OF THE UNIVERSITY OF SOUTH CAROLINA,
DATED MARCH 1, 1971

CALENDAR YEAR	PRIN. DUE DEC. 1	INT. RATE	INTEREST June 1	PAYMENTS Dec. 1	TOTAL INT.	PRINCIPAL AND INT.
1973	\$ 300,000	4.50%	\$114,812.50	\$114,812.50	\$ 229,625	\$ 529,625
1974	325,000	4.00%	108,062.50	108,062.50	216,125	541,125
1975	350,000	3.50%	101,562.50	101,562.50	203,125	553,125
1976	400,000	3.50%	95,437.50	95,437.50	190,875	590,875
1977	425,000	3.50%	88,437.50	88,437.50	176,875	601,875
1978	500,000	3.60%	81,000.00	81,000.00	162,000	662,000
1979	500,000	3.75%	72,000.00	72,000.00	144,000	644,000
1980	500,000	3.90%	62,625.00	62,625.00	125,250	625,250
1981	500,000	4.00%	52,875.00	52,875.00	105,750	605,750
1982	500,000	4.10%	42,875.00	42,875.00	85,750	585,750
1983	500,000	4.25%	32,625.00	32,625.00	65,250	565,250
1984	500,000	4.35%	22,000.00	22,000.00	44,000	544,000
1985	500,000	4.45%	11,125.00	11,125.00	22,250	522,250
	<u>\$5,800,000</u>		<u>\$885,437.50</u>	<u>\$885,437.50</u>	<u>\$1,770,875</u>	<u>\$7,570,875</u>

EXHIBIT A - SCHEDULE III Part 1

PRO FORMA TABLE SHOWING DEBT SERVICE OF ALL STATE INSTITUTION
BONDS TO BE OUTSTANDING FOR THE UNIVERSITY OF SOUTH CAROLINA
FOLLOWING THE ISSUANCE OF A PROPOSED ISSUE OF \$6,950,000
PREPARED AS OF APRIL 1, 1973

CALENDAR YEAR	ISSUES OF		TOTAL
	DECEMBER 1, 1965 MAY 1, 1967 JUNE 1, 1968 MARCH 1, 1971 (FROM SCHEDULE II)	ISSUE OF APRIL 1, 1973 (FROM SCHEDULE 1)	
1973	\$ 1,799,185	\$ 531,666.67	\$ 2,330,851.67
1974	1,780,485	632,500.00	2,412,985.00
1975	1,762,285	617,500.00	2,379,785.00
1976	1,779,835	652,500.00	2,432,335.00
1977	1,760,335	635,000.00	2,395,335.00
1978	1,789,960	617,500.00	2,407,460.00
1979	1,741,060	700,000.00	2,441,060.00
1980	1,706,160	677,500.00	2,383,660.00
1981	1,155,060	705,000.00	1,860,060.00
1982	1,119,560	730,000.00	1,849,560.00
1983	933,560	702,500.00	1,636,060.00
1984	901,485	675,000.00	1,576,485.00
1985	618,910	747,500.00	1,366,410.00
1986	93,960	715,000.00	808,960.00
1987	43,260	682,500.00	725,760.00
	<u>\$18,985,100</u>	<u>\$10,021,666.67</u>	<u>\$29,006,766.67</u>

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 THE UNIVERSITY OF SOUTH CAROLINA FOLLOWING THE ISSUANCE OF A PROPOSED ISSUE OF \$6,950,000 - INTEREST CALCULATED AT 5%.

YEAR	TOTAL PRINCIPAL	TOTAL INTEREST	TOTAL PRIN. AND INTEREST
1973	\$ 1,565,000.00	\$ 765,851.67	\$ 2,330,851.67
1974	1,590,000.00	822,985.00	2,412,985.00
1975	1,615,000.00	764,785.00	2,379,785.00
1976	1,725,000.00	707,335.00	2,432,335.00
1977	1,750,000.00	645,335.00	2,395,335.00
1978	1,825,000.00	582,460.00	2,407,460.00
1979	1,925,000.00	516,060.00	2,441,060.00
1980	1,940,000.00	443,660.00	2,383,660.00
1981	1,490,000.00	370,060.00	1,860,060.00
1982	1,540,000.00	309,560.00	1,849,560.00
1983	1,390,000.00	246,060.00	1,636,060.00
1984	1,390,000.00	186,485.00	1,576,485.00
1985	1,240,000.00	126,410.00	1,366,410.00
1986	740,000.00	68,960.00	808,960.00
1987	692,000.00	33,760.00	725,760.00
	<hr/>	<hr/>	<hr/>
	\$22,417,000.00	\$6,589,766.67	\$29,006,766.67

EXHIBIT A - SCHEDULE IV

PROOF SHOWING COMPLIANCE WITH CHAPTER 2, TITLE 22, CODE OF LAWS OF
SOUTH CAROLINA, 1962, AS AMENDED, AND REGULATIONS OF THE STATE
BUDGET AND CONTROL BOARD OF SOUTH CAROLINA

1. (a) Total principal and interest of bonds presently outstanding from last payment date, viz., December 1, 1972 (from SCHEDULE II)	\$18,985,100.00	
(b) Total estimated principal and interest of bonds currently proposed (from SCHEDULE I)	10,021,666.67	
(c) Total principal and interest of outstanding and proposed bonds		\$29,006,766.67
(d) Less: Sinking funds as of 2-6-73		<u>2,910,823.00</u>
(e) Net		\$26,095,943.67
2. (a) Tuition fees collected during preceding twelve month period ended 2-28-73		\$ 2,736,879.00
(b) Number of years bonds to be outstanding		14-2/3
(c) Tuition fees (x) years (Line 2 (a) x 2 (b))		\$40,140,892.00
3. Highest annual debt service for calendar year 1979 (from SCHEDULES I, II & III)		\$ 2,441,060.00
<hr/>		
4. <u>Test A</u>		
Tuition fees projection (Line 2 (c))		\$40,140,892.00
Less:		
Total estimated debt service Line 1 (e))	\$ 26,095,943.67	
Multiply by	150%	
Product		\$39,143,915.51
Margin		<u>\$ 996,976.49</u>
5. <u>Test B</u>		
Annual tuition for 12-month period ended 2-28-73		\$ 2,736,879.00
Less:		
Highest annual debt service calendar year 1979	\$ 2,441,060	
Multiply by	110%	
Product		<u>\$ 2,685,166.00</u>
Margin		\$ 51,713.00

A RESOLUTION

BY THE BOARD OF TRUSTEES OF CLEMSON UNIVERSITY REQUESTING
THE ISSUANCE OF STATE INSTITUTION BONDS PURSUANT TO CHAPTER 2,
TITLE 22, VOLUME 6, CODE OF LAWS OF SOUTH CAROLINA, 1962, AS
AMENDED.

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

SECTION 1.

As an incident to the adoption of this Resolution it is found that permanent improvements of the sort hereafter described are required for Clemson University in Clemson (Clemson) and it has been decided by the Board of Trustees of Clemson (the Trustees) that an application should be made pursuant to the provisions of Chapter 2, Title 22, Code of Laws of South Carolina, 1962, as amended, for funds to be used for such purposes. Accordingly, this Resolution is adopted pursuant to Section 22-24, Code of Laws of South Carolina, 1962, as amended, in order to make formal application for the issuance of State Institution Bonds for Clemson to the extent of \$2,500,000.

SECTION 2.

The Trustees hereby make formal application to the State Budget and Control Board of South Carolina for the issuance of \$2,500,000 State Institution Bonds pursuant to the provisions of Chapter 2, Title 22, Code of Laws of South Carolina, 1962, as amended, in order that the proceeds thereof may be used to defray the cost of the permanent improvements at Clemson described in Section 3 of this Resolution.

SECTION 3.

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

- (1) The enlargement and improvement of Academic and Student Activity facilities; and
- (2) The expansion and improvement of Campus Utility System, walks, drives, and parking areas.

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 March 1, 1972 and ending February 28, 1973 is \$1,512,190.60.

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 thereon 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 will 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 Exhibit heretofore referred to, to the Budget and Control Board of South Carolina, as evidence of the formal request of the Trustees for the issuance of State Institution Bonds on behalf of Clemson.

EXHIBIT A - SCHEDULE I

SHOWING MATURITY SCHEDULE AND (PRO FORMA) DEBT SERVICE OF A PROPOSED ISSUE OF \$2,500,000 STATE INSTITUTION BONDS FOR CLEMSON UNIVERSITY, TO BE DATED APRIL 1, 1973, TO BEAR INTEREST AT THE RATE OF 5% PER ANNUM, PAYABLE ON JUNE 1 AND DECEMBER 1 OF EACH YEAR, COMMENCING JUNE 1, 1973 (AT WHICH TIME INTEREST FOR TWO MONTHS WILL BE DUE), 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	
1973	\$ 75,000.00	\$ -	\$ 83,333.33	\$ 158,333.33
1974	75,000.00	60,625.00	60,625.00	196,250.00
1975	100,000.00	58,750.00	58,750.00	217,500.00
1976	100,000.00	56,250.00	56,250.00	212,500.00
1977	100,000.00	53,750.00	53,750.00	207,500.00
1978	100,000.00	51,250.00	51,250.00	202,500.00
1979	200,000.00	48,750.00	48,750.00	297,500.00
1980	200,000.00	43,750.00	43,750.00	287,500.00
1981	250,000.00	38,750.00	38,750.00	327,500.00
1982	250,000.00	32,500.00	32,500.00	315,000.00
1983	250,000.00	26,250.00	26,250.00	302,500.00
1984	200,000.00	20,000.00	20,000.00	240,000.00
1985	200,000.00	15,000.00	15,000.00	230,000.00
1986	200,000.00	10,000.00	10,000.00	220,000.00
1987	200,000.00	5,000.00	5,000.00	210,000.00
	\$2,500,000.00	\$520,625.00	\$603,958.33	\$3,624,583.33

*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.

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	
1973	\$ 440,000	\$ 55,770	\$55,770	\$ 551,540
1974	440,000	48,620	48,620	537,240
1975	440,000	41,470	41,470	522,940
1976	440,000	34,320	34,320	508,640
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	<u>340,000</u>	<u>5,610</u>	<u>5,610</u>	<u>351,220</u>
	\$3,420,000	\$ 245,850	\$245,850	\$3,911,700

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	
1973	\$ 300,000	\$ 43,000	\$ 43,000	\$ 386,000
1974	300,000	38,500	38,500	377,000
1975	300,000	34,000	34,000	368,000
1976	300,000	29,500	29,500	359,000
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
	\$2,800,000	\$238,450	\$238,450	\$3,276,900

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 UNIVER-
SITY, DATED, MARCH 1, 1971

CALENDAR YEAR	PRINCIPAL DUE 12-1	INTEREST		TOTAL PRIN. & INT.
		6-1	12-1	
1973	\$ 100,000	\$ 55,662.50	\$55,662.50	\$ 211,325
1974	150,000	53,412.50	53,412.50	256,825
1975	150,000	50,412.50	50,412.50	250,825
1976	150,000	47,787.50	47,787.50	245,575
1977	200,000	45,162.50	45,162.50	290,325
1978	200,000	41,662.50	41,662.50	283,325
1979	200,000	38,062.50	38,062.50	276,125
1980	300,000	34,312.50	34,312.50	368,625
1981	300,000	28,462.50	28,462.50	356,925
1982	300,000	22,462.50	22,462.50	344,925
1983	250,000	16,312.50	16,312.50	282,625
1984	250,000	11,000.00	11,000.00	272,000
1985	<u>250,000</u>	<u>5,562.50</u>	<u>5,562.50</u>	<u>261,125</u>
	\$2,800,000	\$450,275.00	\$450,275.00	\$3,700,550

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 \$2,500,000 AS OF APRIL 1, 1973

PREPARED AS OF MARCH 5, 1973

CALENDAR YEAR	ISSUES OF DECEMBER 1, 1965 MAY 1, 1967 and MARCH 1, 1971	ISSUE OF MARCH 1, 1973 (FROM SCHEDULE I)	TOTAL
1973	\$ 1,148,865	\$ 158,333.33	\$ 1,307,198.33
1974	1,171,065	196,250.00	1,367,315.00
1975	1,141,765	217,500.00	1,359,265.00
1976	1,113,215	212,500.00	1,325,715.00
1977	1,134,665	207,500.00	1,342,165.00
1978	1,104,365	202,500.00	1,306,865.00
1979	973,565	297,500.00	1,271,065.00
1980	945,345	287,500.00	1,232,845.00
1981	576,225	327,500.00	903,725.00
1982	557,825	315,000.00	872,825.00
1983	489,125	302,500.00	791,625.00
1984	272,000	240,000.00	512,000.00
1985	261,125	230,000.00	491,125.00
1986	-	220,000.00	220,000.00
1987	-	210,000.00	210,000.00
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	\$10,889,150	\$3,624,583.33	\$14,513,733.33

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 \$2,500,000
(INTEREST CALCULATED AT 5%)

YEAR	TOTAL PRINCIPAL	TOTAL INTEREST	TOTAL PRIN. AND INTEREST
1973	\$ 915,000.00	\$ 392,198.33	\$ 1,307,198.33
1974	965,000.00	402,315.00	1,367,315.00
1975	990,000.00	369,265.00	1,359,265.00
1976	990,000.00	335,715.00	1,325,715.00
1977	1,040,000.00	302,165.00	1,342,165.00
1978	1,040,000.00	266,865.00	1,306,865.00
1979	1,040,000.00	231,065.00	1,271,065.00
1980	1,040,000.00	192,845.00	1,232,845.00
1981	750,000.00	153,725.00	903,725.00
1982	750,000.00	122,825.00	872,825.00
1983	700,000.00	91,625.00	791,625.00
1984	450,000.00	62,000.00	512,000.00
1985	450,000.00	41,125.00	491,125.00
1986	200,000.00	20,000.00	220,000.00
1986	200,000.00	10,000.00	210,000.00
	<u>\$11,520,000.00</u>	<u>\$2,993,733.33</u>	<u>\$14,513,733.33</u>

EXHIBIT A - SCHEDULE IV

PROOF SHOWING COMPLIANCE WITH CHAPTER 2, TITLE 22, CODE OF LAWS OF SOUTH CAROLINA, 1962, AS AMENDED, AND REGULATIONS OF THE STATE BUDGET AND CONTROL BOARD OF SOUTH CAROLINA

1.	(a)	Total principal and interest of bonds presently outstanding from last payment date, viz., December 1, 1972 (from SCHEDULE II)	\$10,889,150.00
	(b)	Total estimated principal and interest of bonds currently proposed (from SCHEDULE I)	3,624,583.33
	(c)	Total principal and interest of outstanding and proposed bonds	\$14,513,733.33
	(d)	Less: Sinking funds as of 2/28/73 *	<u>1,309,413.20</u>
	(e)	Net	\$13,204,320.13
2.	(a)	Tuition fees collected during preceding twelve month period ended 2/28/73	\$ 1,512,190.60
	(b)	Number of years bonds to be outstanding	14 2/3
	(c)	Tuition fees (x) years (Line 2(a) x 2(b))	\$22,178,800.51
3.		Highest annual debt service for calendar year 1974 (from SCHEDULES I, II & III)	\$ 1,367,315.00
4.	<u>Test A</u>		
		Tuition fees projection (Line 2(c))	\$22,178,800.51
		Less:	
		Total estimated debt service	
		Line 1(e)	\$13,204,320.13
		Multiply by	150%
		Product	<u>\$19,806,480.20</u>
		Margin	\$ 2,372,320.31
5.	<u>Test B</u>		
		Annual tuition for 12-month period ended 2/28/73	\$ 1,512,190.60
		Less:	
		Highest annual debt service	
		Calendar year 1974	\$ 1,367,315.00
		Multiply by	110%
		Product	<u>\$ 1,504,046.50</u>
		Margin	\$ 8,144.10

* Sinking Fund as of 2-28-72 was \$1,309,413.20 (\$1,301,760.80 balance with State Treasurer plus \$7,652.40 deposit in transit.)

E N D