

MINUTES OF BUDGET AND CONTROL BOARD MEETING

FEBRUARY 17, 1966

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The Budget and Control Board met in the Office of the Governor, in the Wade Hampton Building, at 9:30 A. M., Thursday, February 17, 1966 with all members present except Mr. Jeff B. Bates, State Treasurer. Also present were Messrs. P. C. Smith, Furman McEachern and J. M. Smith.

The following business was transacted.

INDUSTRIAL COMMISSION - Allocation from Civil Contingent Fund

The Board approved the request of the Industrial Commission for an allocation of \$2,350.00 from the Civil Contingent Fund for employment of part-time personnel for the remainder of this fiscal year, provided this amount cannot be made available by transfer from other funds appropriated to the Commission.

STATE COLLEGES AND UNIVERSITIES - Faculty Compensation Policies

At the request of the Council of Presidents of State Colleges, the Board considered and approved policies to serve as guides in determining maximum compensation of college faculty personnel for part-time employment such as for summer school, research and other duties beyond normal work loads.

A copy of these policies is attached herewith as a part of the minutes. (No. 6)

WHITTEN VILLAGE - State Note Issues

1) The Board adopted a formal resolution authorizing the issuance of \$700,000.00 of State Notes for construction purposes at Whitten Village. The proceeds of this Note is to finance projects previously approved by the Board. (No. 7) A copy of the Resolution is attached herewith as a part of the minutes. The Board also agreed to the purchase of the Notes by the State Retirement System.

2) The Whitten Village Board requested approval to apply \$405,000.00 of accumulated fees from paying patients toward prepayment on the outstanding balance of the State Notes of \$950,000.00 issued by Whitten Village June 1, 1962. This request was approved. The Board also, in its capacity as Custodian of Retirement

System funds and holder of this Note, agreed to waive that provision of the June 1, 1962 Note which provides for prepayment only after June 1, 1967.

DEPARTMENT OF MENTAL HEALTH - Prepayment of Note

The Department of Mental Health requested the Board's approval to apply \$500,000.00 of accumulated fees from paying patients on prepayment of the outstanding balance of the \$1,000,000.00 Note issued for the Department September 1, 1962, such prepayment to be made March 1, 1966. This request was approved. The Board also, in its capacity as Custodian of Retirement System funds and holder of this Note, agreed to waive that provision of the September 1, 1962 Note which provides for prepayment only after September 1, 1967.

RETARDED CHILDREN'S HABILITATION CENTER - Contract for Electric Power

The Board of the Habilitation Center recently received quotations from the South Carolina Electric & Gas Company and the South Carolina Public Service Authority (Santee-Cooper) for supplying electric power to the proposed residential facility to be constructed near Summerville. On the basis of rates quoted it appeared that power can be obtained from Santee-Cooper at an annual saving of an estimated \$4,200.00 over rates quoted by SCE&G.

Based on the above determination the Board of the Center decided to award the contract for power to Santee-Cooper. Attention of the Board was then called to the fact that SCE&G, while quoting a higher rate, was a substantial tax payer to the State of South Carolina, whereas Santee-Cooper is comparatively free of tax, and that this status in relationship of SCE&G should have been taken into account by the Board.

Dr. Moseley, Chairman of the Board of the Center, accordingly requested the reaction of the Budget and Control Board to the decision of his Board.

The Budget and Control Board declined to take direct action on the request and referred the matter back to the Board of the Center with the suggestion that they review any action taken on the matter.

\$6,500,000.00 STATE BUILDING PROGRAM - Report and Execution of Note

Mr. McEachern presented for the Board's information a financial report indicating progress made to this point in the \$6,500,000.00 capital improvement program begun about two years ago. The program is substantially complete with the exception of proposed alterations yet to be done within the State House. A copy of the report as of December 31, 1965 is attached herewith. (No 8)

At the suggestion of Mr. McEachern and Mr. P. C. Smith the Board agreed to the execution of a formal Note for \$6,500,000.00 to the Insurance Sinking Fund for funds advanced under this program. In accord with the Act of 1962 the Governor, as Chairman of the State Budget and Control Board, and the State Treasurer were authorized to execute this Note.

The Note is to be repaid in annual installments over a period of twenty-five years with interest at 3% per annum. Payment is to be made out of rental funds collected annually by the General Services Division from the several departments occupying State-owned office buildings. In addition, the full faith, credit and taxing power of the State are to be pledged for payment of the Note.

STATE PORTS AUTHORITY - Temporary Loan Approved

At the request of the State Ports Authority the Board approved a loan of \$800,000.00 to the Authority to temporarily finance construction projects now in process. The loan is to be made from Retirement System funds as of March 1, 1966 and is to be repaid from the proceeds of the \$2,500,000.00 issue of State Ports bonds for construction of the additional Grain Elevator. It is expected that proceeds of this issue will be available about April 15, 1966.

STATE BOARD OF HEALTH - Salary Increases Approved

The Board had before it a request of the State Board of Health for approval of a number of salary increases to be effective immediately. These increases were requested because of additional duties and responsibilities arising out of new Federally-financed programs coming into existence at this time.

The Board approved the request as presented with the understanding that

the increases involved therein would be considered as applying against any general salary increase that may be provided for State employees in the 1966-67 General Appropriation Act. The increases are to be effective February 24, 1966.

DAIRY COMMISSION - Requested Salary Increase not Approved

The Board declined to approve a request of the Dairy Commission for an increase in the salary of Mr. William J. Hoffmeyer. The Board felt that the justification presented was not sufficient to warrant its approval.

STATE BOARD OF EDUCATION - Funds Approved for Inter-Agency Council

The Inter-Agency Council of the State Board of Education requested the Board to approve an allocation of \$15,000.00 from the Civil Contingent Fund, or otherwise, to finance salaries and other expenses of the Council for the last six months of the current fiscal year.

The Board approved the request, to be paid from funds currently appropriated to the Finance Division of the Board for Departmental Surveys.

It was understood that Federal Funds may possibly become available to finance the Council's needs before the end of the year. The above action was made with the understanding that advantage would be taken of any Federal Funds that might be applied to this purpose.

APPROPRIATIONS FOR PERMANENT IMPROVEMENTS RECOMMENDED

The Board agreed to recommend to the General Assembly the appropriation of the following amounts for permanent improvements.

- 1) \$200,000.00 for renovation of the East Wing of the first floor of the State House now occupied by the Court Room and Library of the Supreme Court.
- 2) \$60,000.00 for construction of a warehouse building adjoining the new Sims Building (Board of Health).
- 3) \$500,000.00 for construction of facilities to house the Agriculture Department.

Mr. McEachern was requested to investigate the feasibility of locating these facilities near the Sims Building with the

view to joint use by the Agriculture Department and Board of Health of laboratory facilities in the Sims Building.

LANDSCAPE ARCHITECT AUTHORIZED

Mr. McEachern was authorized to secure the services of a landscape architect in connection with improving the grounds at the Governor's Mansion. It was agreed that the cost of such services will be paid from the Civil Contingent Fund, not to exceed \$2,000.00.

RIGHTS-OF-WAY GRANTED

1) A right-of-way to the State Highway Department for paving Ermine Road through property owned by the State in Lexington County and under lease to the Palmetto Outdoor Historical Drama Association.

2) A right-of-way to the State Highway Department through State-owned marshlands for a bridge over Goose Creek in Berkeley County.

DREDGING PERMIT GRANTED

The Board granted the Corps of Engineers a permit for maintenance dredging in the Murrell's Inlet area of Georgetown County in connection with operation of the Myrtle Beach Airport Base.

SURPLUS PROPERTY - ERECTION OF WAREHOUSE

The Board authorized an expenditure of \$14,000.00 from the Surplus Property Revolving Fund for the erection of a dismantled warehouse obtained from the Savannah River Atomic Energy project.

No further business was transacted and the meeting adjourned at 11:00

A. M.

No. 6
Feb. 17, 1966

(PROPOSED)
FACULTY COMPENSATION POLICIES
FOR STATE COLLEGES AND UNIVERSITIES

- o -

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

I. DEFINITIONS.

The following definitions apply to terms used herein:

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

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

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

- (a) Teaching extension, correspondence or field courses.
- (b) Participating in adult education courses, or up-dating seminars.
- (c) Engaging in short-duration public service problems.

II. BASE PAY.

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

III. COMPENSATION FOR EXTRA DUTIES.

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

IV. COMPENSATION FOR SIX-WEEKS SUMMER SCHOOL.

SUMMER SESSION

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

V. COMPENSATION FOR THE SUMMER PERIOD.

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

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

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

VI. SPONSORED RESEARCH.

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

VII. EXCEPTIONS.

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

VIII. APPLICATION OF POLICIES.

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

**FACULTY COMPENSATION POLICIES
FOR STATE COLLEGES AND UNIVERSITIES**

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ORIGINAL of Resolution for adoption
by the State Budget and Control Board.
This is for their permanent records.

No. 8
Feb. 17, 1966

THE STATE OF SOUTH CAROLINA.

WHEREAS, Whitten Village, by and through its Board of Trustees (the Trustees) has presented an application to the State Budget and Control Board of the State of South Carolina (the Board) for the sum of Seven Hundred Thousand Dollars (\$700,000) to pay the cost of constructing additional facilities at Whitten Village; and

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

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

I.

The Board has ascertained, and hereby determines that a definite and immediate need exists for the improvements described in the application made on behalf of Whitten Village as follows: to construct additional dining room facilities; administration building; improvements to the water distribution system; and for major repairs and renovations to existing buildings at the institution, and that the application therefor should be approved.

II.

That the fees collected from paying patients at Whitten Village calculated both on the basis of the preceding 12-month period, as contemplated by Paragraph 3 of Section 1 of Act 1100 of the Acts of the General Assembly of the State of South Carolina, entitled "AN ACT TO AUTHORIZE THE ISSUANCE OF NOTES OR BONDS FOR MENTAL HEALTH FACILITIES; TO PRESCRIBE THE CONDITIONS UNDER WHICH THEY MAY BE ISSUED; TO PROVIDE FOR INVESTMENTS IN SUCH NOTES OR BONDS; AND TO PROVIDE FOR THEIR PAYMENT," approved the 20th day of April, 1964 (Act 1100), and on the basis of the available number of patients for the preceding 3-year period as contemplated by Section 4 of Act 1100, were as follows:

<u>Year</u>	<u>Number Patients</u>	<u>Revenue from Patients</u>
1962-63	2,320	\$245,852.00
1963-64	2,439	247,637.00
1964-65	2,520	348,502.00

And the estimated number of paying patients and the amount estimated to be received from them during the 12-month period 1965-66 is as follows:

<u>Period</u>	<u>Estimated Number of Patients</u>	<u>Estimated Revenue from Patients</u>
1965-66	2,535	\$370,589.00

Such estimated revenues, based both on the basis of the fees collected during the preceding 12-month period contemplated by Paragraph 3 of Section 1 of Act 1100, and on the basis of the preceding 3-year period, contemplated by Section 4 of Act 1100, will, if multiplied by the number of years for which the Notes herein provided shall be outstanding, result in the production of a sum equal to not less than one hundred twenty-five per cent (125%) of the estimated aggregate principal and interest requirements of all Notes or Bonds now outstanding and now proposed to be issued for said Institution upon the approval of such application.

III.

The Board hereby approves such application and shall transmit to the Governor and State Treasurer a request for the issuance of Notes to the extent of \$700,000 on behalf of Whitten Village and in order to comply with the provisions of Section 3 of Act 1100 sets forth the following information:

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

WHITTEN VILLAGE \$700,000.

2. The Board has made all findings required of it by Section 2 of Act 1100 and has not modified in any way the application made on behalf of Whitten Village.

3. The proposed maturity schedule of the Notes is as set forth in Schedule I of Exhibit A attached to the application.

4. The anticipated interest cost for each year during the life of the Notes and the anticipated aggregate principal and interest requirements for the Notes are set out in full in Schedule I of Exhibit A attached to the application of the Trustees of Whitten Village.

5. It is proposed that the Notes to be issued be subject to redemption on any interest payment date after September 1, 1971, in the inverse chronological order of the maturities of the principal installments, and in multiples of \$1,000, at a redemption price equal to the par value of the principal amount so redeemed, and accrued interest to the date fixed for redemption, plus a redemption premium equal to 2% of the principal amount so redeemed.

6. The number of paying patients at Whitten Village at the time of application and the revenue derived therefrom during the preceding 12-month period were as follows:

<u>Year</u>	<u>Number Patients</u>	<u>Revenue from Patients</u>
1964-65	2,520	\$348,502.00

IV.

State Institution Notes in the aggregate principal amount of \$700,000 should be issued as a single issue. Such issue shall consist of a single fully registered Note, more fully described as follows:

\$700,000 Whitten Village Note, Series of March 1, 1966, dated as of the first day of March, 1966, payable in twenty (20) equal annual installments as follows: \$35,000 on March 1 in each of the years 1967 to 1986, inclusive, bearing interest at the rate of four and one-half per centum (4-1/2%) per annum, from the date of delivery thereof (as established by the certification endorsed thereon), payable on March 1 and September 1 of each year, commencing September 1, 1966. Both principal and interest are payable in legal tender by check or draft issued by the State Treasurer of the State of South Carolina to the registered holder of the Note.

The form of said fully registered Note shall be substantially as set forth in Exhibit B attached hereto.

The State of South Carolina reserves the right to effect the prepayment, on any interest payment date after September 1, 1971, of any portion of the indebtedness evidenced by said Whitten Village Note, Series of March 1, 1966, that it may determine upon, in the inverse chronological order of the maturities of the principal installments, and in multiples of \$1,000, at a redemption price equal to the par value of the principal amount so redeemed, and accrued interest to the date fixed for redemption, plus a redemption premium equal to 2% of the principal amount so redeemed.

If the option to redeem shall be exercised, notice of redemption shall be given to the holder of said Registered Note at least thirty (30) days prior to the prepayment date, by mailing to such holder a notice prescribing such prepayment date and specifying the amount of principal (and premium) to be prepaid.

Payment of interest and instalments of principal of said Note, and portions thereof (if the privilege of redemption be exercised), shall be effected by check or draft drawn by the State Treasurer to the order of the registered holder. All payments of principal shall be duly endorsed upon the Payment Record appended to said Registered Note.

V.

Said Registered Note shall be executed on behalf of the State of South Carolina by the Governor and State Treasurer. The Great Seal of the State of South Carolina shall be affixed thereto and the same shall be attested by the Secretary of State.

VI.

Pursuant to the authorization of Section 13 of Act 1100, the Board approves the private placement of the Note hereby authorized to be issued, to bear interest at the rate of

four and one-half per centum (4-1/2%) per annum, from the date of the delivery of the Note (as established by the certification endorsed thereon), payable on March 1 and September 1 of each year, commencing September 1, 1966. Such registered Note shall be sold to the State Budget and Control Board of South Carolina, as Trustee of the funds of the South Carolina Retirement System.

VII.

For the payment of the principal and interest of the Notes herein authorized, there shall be pledged the revenues derived from paying patients at Whitten Village and so much of the revenue derived by the State of South Carolina from inheritances, gifts, or estate taxes as may be necessary to meet the annual principal and interest requirements of said Notes.

VIII.

The State Budget and Control Board, in its capacity as the owner and holder of all Notes heretofore issued for Whitten Village hereby consents that the Notes issued pursuant to this Resolution shall be on a parity in all respects with the Notes heretofore issued for Whitten Village and the State Hospital, as well as on a parity with all other Notes hereafter to be issued for Whitten Village; and the State Treasurer is hereby authorized and empowered to place upon the face of all of said Notes heretofore issued a written statement evidencing this action.

IX.

The pledge of the revenues derived by the State of South Carolina from taxes imposed upon inheritances, gifts and the estates of deceased persons, herein made to additionally secure the Whitten Village Notes, Series of March 1, 1966, shall not be deemed closed, and obligations may hereafter be issued by the State of South Carolina (if authorized by appropriate legislative enactment) secured in whole or in part by a pledge

of the revenues derived by the State of South Carolina from taxes levied upon inheritances, gifts and the estates of deceased persons, on a parity in all respects with the pledges made to additionally secure obligations issued or to be issued for Whitten Village.

X.

A certified copy of this Resolution shall be transmitted to each of the State Governor and the State Treasurer, who shall, if they make the findings prescribed by Section 4 of Act 1100, approve this request and thereafter effect the issuance of the Notes herewith requested.

EXHIBIT B

UNITED STATES OF AMERICA
STATE OF SOUTH CAROLINA
WHITTEN VILLAGE NOTE
SERIES OF MARCH 1, 1966

(ISSUED PURSUANT TO ACT NO. 1100 OF THE ACTS OF 1964)

NUMBER R-1

\$700,000

The STATE OF SOUTH CAROLINA hereby acknowledges itself indebted, and for value received, promises to pay to the

STATE BUDGET AND CONTROL BOARD OF SOUTH CAROLINA,
as Trustee of the funds of the South Carolina Retirement System,
or its registered assigns, the principal sum of

SEVEN HUNDRED THOUSAND DOLLARS

on the first day of March in the years and installments as follows:

<u>Year</u>	<u>Principal Amount</u>	<u>Year</u>	<u>Principal Amount</u>
1967	\$35,000	1977	\$35,000
1968	35,000	1978	35,000
1969	35,000	1979	35,000
1970	35,000	1980	35,000
1971	35,000	1981	35,000
1972	35,000	1982	35,000
1973	35,000	1983	35,000
1974	35,000	1984	35,000
1975	35,000	1985	35,000
1976	35,000	1986	35,000

and to pay to the registered holder hereof interest on the balance of said principal sum from time to time remaining unpaid, at the rate of four and one-half per centum (4-1/2%) per annum, from the date of the delivery hereof (as established by the certification endorsed hereon), payable on March 1 and September 1 of each year, commencing September 1, 1966, until the principal amount hereof has been fully paid. Both the principal of and interest on this Note are payable in any coin or currency which, on the respective dates of payment thereof, shall be legal tender for the payment of public and private debts, by check or draft issued by the State Treasurer of the State of South Carolina to the registered holder hereof.

THIS NOTE, designated as WHITTEN VILLAGE NOTE, SERIES OF MARCH 1, 1966, is issued pursuant to and in accordance with

the Constitution and Laws of the State of South Carolina, including particularly the provisions of Act No. 1100 of the Acts of the General Assembly of the State of South Carolina for the year 1964, and resolutions duly adopted by the State Budget and Control Board of South Carolina for the purpose of raising moneys for additional facilities at Whitten Village.

In addition to the installments of principal required to be paid as hereinabove set forth, the right is reserved to the State of South Carolina to prepay on March 1, 1971, and all subsequent interest payment dates, installments of principal in inverse chronological order, and in multiples of \$1,000 and at the price of 102% (expressed in terms of percentage amount of such prepayment), plus accrued interest to the date of prepayment.

Notice of such optional prepayment shall be given at least thirty (30) days prior to the prepayment date by mailing to the registered owner of this Note a notice fixing such prepayment date, the amount of principal and the premium, if any, to be prepaid.

THIS NOTE may be assigned and upon such assignment the assignor shall promptly notify the State Treasurer in the City of Columbia, South Carolina, by registered mail, and upon the surrender of this Note to the State Treasurer, either in exchange for a new fully registered Note or for transfer on the registration records and verification of the endorsements made on the Payment Record attached hereto of the portion of the principal amount hereof and interest hereon paid or prepaid, and every such assignee shall take this Note subject to such condition.

For the payment of the installments of principal of and interest on this Note, as the same respectively mature, there are hereby pledged all revenues derived from paying patients at Whitten Village, and in addition thereto, and as further security for the payment of the installments of principal of and interest on this Note, there are hereby pledged, to the extent related in the aforesaid resolution of the State Budget and Control

Board, the revenues derived by the State of South Carolina from the taxes levied upon inheritance, gifts and estates of deceased persons.

The pledge of revenues derived from paying patients at Whitten Village is declared to be on a parity with the pledges heretofore made or hereafter to be made to secure the payment of the principal and interest of Notes issued, or to be issued, on behalf of Whitten Village.

The pledge of revenues derived from the taxes levied by the State of South Carolina upon inheritances, gifts, and the estates of deceased persons is declared to be on a parity with pledges of said revenues heretofore made or hereafter to be made to secure other obligations issued or to be issued pursuant to laws enacted by the General Assembly of the State of South Carolina.

The right is expressly reserved to issue additional obligations of the State of South Carolina to be authorized by legislation subsequently to be enacted and to be secured by a pledge on a parity with the pledge of revenues derived from the taxes levied upon inheritances, gifts and the estates of deceased persons.

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 Note, exist, have been performed and have happened, and that the amount of this Note, 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 NOTE to be signed by the Governor of South Carolina and by the State Treasurer of South Carolina, and has caused the Great Seal of the State to be affixed hereto or impressed

PAYMENT RECORD

Due Date	Principal Payment	Principal Balance Due	Interest Payment 4-1/2%	Date Paid	Signature of State Treasurer or His Deputy
Sept. 1, 1966					
March 1, 1967	\$35,000				
Sept. 1, 1967					
March 1, 1968	\$35,000				
Sept. 1, 1968					
March 1, 1969	\$35,000				
Sept. 1, 1969					
March 1, 1970	\$35,000				
Sept. 1, 1970					
March 1, 1971	\$35,000				
Sept. 1, 1971					
March 1, 1972	\$35,000				
Sept. 1, 1972					
March 1, 1973	\$35,000				
Sept. 1, 1973					
March 1, 1974	\$35,000				
Sept. 1, 1974					
March 1, 1975	\$35,000				
Sept. 1, 1975					
March 1, 1976	\$35,000				
Sept. 1, 1976					

PAYMENT RECORD

Due Date	Principal Payment	Principal Balance Due	Interest Payment 4-1/2%	Date Paid	Signature of State Treasurer or His Deputy
March 1, 1977	\$35,000				
Sept. 1, 1977					
March 1, 1978	\$35,000				
Sept. 1, 1978					
March 1, 1979	\$35,000				
Sept. 1, 1979					
March 1, 1980	\$35,000				
Sept. 1, 1980					
March 1, 1981	\$35,000				
Sept. 1, 1981					
March 1, 1982	\$35,000				
Sept. 1, 1982					
March 1, 1983	\$35,000				
Sept. 1, 1983					
March 1, 1984	\$35,000				
Sept. 1, 1984					
March 1, 1985	\$35,000				
Sept. 1, 1985					
March 1, 1986	\$35,000				

STATE BUDGET AND CONTROL BOARD

Division of General Services

Statement of Permanent Improvements and Renovations - Sinking Fund

December 31, 1965

<u>Detail</u>	<u>Proposed Budget</u>	<u>Disbursements Thru Dec. 31, 1965</u>	<u>Balance Dec. 31, 1965</u>
Renovation Projects Completed			
Wade Hampton Building	125 451 49	125 451 49	
Calhoun Building	423 862 74	423 862 74	
Thomas Lynch Building	143 771 38	143 771 38	
Thomas Heyward Building	21 572 13	21 572 13	
Renovation Projects in Progress			
Wade Hampton Building	120 000 00	48 224 55	71 775 45
Calhoun Building	18 000 00	17 549 08	450 92
Thomas Lynch Building	4 000 00	1 676 72	2 323 28
Thomas Heyward Building	6 000 00	3 904 89	2 095 11
Arthur Middleton Building	365 000 00*	359 865 41	5 134 59
Wallace Apartments	8 000 00	5 662 64	2 337 36
New Buildings in Progress			
Rutledge Building	3 518 000 00	3 512 021 25	5 978 75
J. Marion Sims Building	1 350 000 00	1 086 318 77	263 681 23
Other Projects			
Vault - Wade Hampton Building	54 000 00		54 000 00
Elevators - Calhoun Building	81 000 00		81 000 00
Elevators - Thomas Heyward Bldg.	30 000 00		30 000 00
Total	6 268 657 74	5 749 881 05	518 776 69
Available for State House	231 342 26		231 342 26
Total Program	6 500 000 00	5 749 881 05	750 118 95

*Includes Purchase of Building

RESOLUTION

WHEREAS, pursuant to Act No. 1011, 1962 Acts and Joint Resolutions, the State of South Carolina was authorized to borrow from the Division of Sinking Funds and Property the sum of Four Million Dollars, if such be necessary for the purpose of purchasing land and the erection and equipping of office buildings, and

WHEREAS, the money shall be borrowed on terms approved by this Board, and

WHEREAS, the money to be borrowed shall be allocated to and expended by this Board, and

WHEREAS, the note or notes evidencing such loan shall be signed by the Chairman of this Board and the State Treasurer, and

WHEREAS, pursuant to Section 9 of Part 2 of Act No. 829 of the 1964 Acts and Joint Resolutions, the State Budget and Control Board was directed to require that all State or Federal agencies to be housed in the new State Office Building shall pay rent therefor at a square foot rate, to be determined by the State Budget and Control Board, such rent to begin on and continue after July 1, 1965. The revenue derived from the rental paid for space in the said building shall be used by the State Budget and Control Board to apply to the amortization of the cost of the said building, the new office and laboratory building of the State Board of Health, the purchase of the Standard Oil Building on Gervais Street, the equipment for and renovation of the other State office buildings, and for certain other parcels of land previously bought for the account of the State Sinking Fund in connection with the building program cited above. The total expenditures for which this program is provided shall not exceed the sum of \$6,500,000. The amortization of this debt shall be on the basis of 3% interest for a period of 25 years; and

WHEREAS, pursuant to said authority, the State of South Carolina does hereby intend to borrow \$6,500,000. from the

Insurance Sinking Fund of the Division of General Services of the
State Budget and Control Board. Now, therefore,

BE IT RESOLVED that the State Budget and Control Board,
this _____ day of _____, 19____, does hereby
authorize the Chairman of the Board to make such loan and to
execute and sign the evidence of indebtedness for such loan on
behalf of the Board, with the State Treasurer.

CHAIRMAN, STATE BUDGET AND CONTROL BOARD

Columbia, S. C.

_____. 19____.

AGENDA MATERIALS
AND SUPPORTING DOCUMENTS
FOR THE MEETING OF
FEBRUARY 17, 1966

AGENDA

MEETING OF BUDGET AND CONTROL BOARD

9:30 A. M., THURSDAY, FEBRUARY 17, 1966

GOVERNOR'S OFFICE

- o -

INDUSTRIAL COMMISSION - Request for Civil Contingent Fund Allocation

The Industrial Commission is requesting an allocation of \$2,350.00 from the Contingent Fund for the employment of part-time personnel during the remainder of this year. The request states that several full-time positions have been vacant during the year and that part-time personnel are needed.

STATE COLLEGES AND UNIVERSITIES - Faculty Compensation Policies

About two years ago the Council of Presidents of the State colleges developed proposed policies to be applied in determining compensation of faculty for part-time work such as summer school, research, etc. These policies were presented to the Budget and Control Board for approval on three occasions but were never acted upon by the Board. The Council is now requesting that they be brought to the Board's attention for action again.

These policies have been followed during the last two years. Their adoption would formalize compensation procedures.

WHITTEN VILLAGE - State Note Issues

1) The Whitten Village Board has adopted a formal request to the Budget and Control Board for the issuance of \$700,000.00 of State Notes to finance permanent improvement projects approved from time to time by the Budget and Control Board. A formal resolution to be adopted by the Budget and Control Board providing for the issuance of these Notes has been prepared and will be ready for the Board's action.

2) The Whitten Village Board is also requesting authorization to apply \$405,000.00 of accumulated fees from paying patients on the outstanding balance of the State Note of June 1, 1962

*Whitten Village Board is also requesting
authorization to apply \$405,000.00 of accumulated fees from paying patients on the outstanding balance of the State Note of June 1, 1962.*

All fees from paying patients at Whitten Village are earmarked solely for debt service on State Notes issued for their construction program. The law provides that fees accumulating in excess of debt service requirements may be applied on pre-payment of outstanding notes.

Sept 1, 1967

DEPARTMENT OF MENTAL HEALTH - Pre-payment of Notes

State Notes are issued for the Department of Mental Health under the same plan as for Whitten Village.

Prd. y # 1,000,000 note of Sept 1, 1967

The Department is requesting the Board's approval to apply \$500,000.00 of patient fees accumulated in excess of debt service requirements on the pre-payment of outstanding notes.

RETARDED CHILDREN'S HABILITATION CENTER - Contract for Electric Power

*Amid search
during*

The location of the new residential facilities of the Center, at Summerville, is such that electric power may be obtained from either the South Carolina Electric and Gas Company or the South Carolina Public Service Authority (Santee-Cooper). The Board of the Center recently determined, on the basis of quoted rates, that it would be to the Center's advantage by approximately \$4,200.00 per year to obtain power from Santee-Cooper.

According to Dr. Vince Moseley, Chairman of the Board, their attention has been directed to the fact that South Carolina Electric and Gas Company would pay approximately \$3,000.00 per year in taxes to the State Government on the amount of power the Center is expected to consume and that this should have been considered by their Board in awarding power contract to Santee-Cooper.

Dr. Moseley states that the Board's action was taken altogether on the basis of cost to the Center and is requesting the view of the Budget and Control Board with respect to their decision.

\$6,500,000.00 STATE BUILDING PROGRAM - Report

Mr. McEachern will present a financial report on the \$6,500,000.00 State Building program. With the exception of alterations, etc. to the State House the program is substantially complete.

It is suggested that the Board consider the execution of a Note from the State of South Carolina to the proper Sinking Fund for the \$6,500,000.00 advanced for this program. A proposed form of Note will be presented for the Board's consideration.

STATE PORTS AUTHORITY - Request for Temporary Loan

The State Ports Authority has requested the Board's approval of a loan of \$800,000.00 to them from the Retirement System or Sinking Funds to finance construction.

The \$2,500,000.00 grain elevator project is now under construction. Bids on bonds for the project will be received about March 15, with actual delivery and receipt of proceeds scheduled for about April 15. The Authority has advanced approximately \$600,000.00 for the project and will require an additional \$800,000.00 to meet construction payments before bond proceeds become available.

The Authority is requesting this \$800,000.00 loan for the two months of March and April.

STATE BOARD OF HEALTH - Salary Increases

The State Board of Health is asking the Board's approval of a number of salary increases effective immediately.

This request parallels that recently acted upon by the Board for the Department of Education. New Federal programs have made additional funds available to the Board of Health recently with employment of additional personnel being necessary.

Details will be presented at the meeting.

STATE BOARD OF EDUCATION - Request for Funds for Inter-Agency Council

The Inter-Agency Council was created at the beginning of this fiscal year, to coordinate the operations of departments concerned with public education (Department of Education, Technical Education, ETV, etc.). Dr. E. R. Crow has served as Coordinator.

Technical Education provided \$18,000.00 initially for the Council's

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Technical Education provided \$18,000.00 initially for the Council's

operations. These funds are now exhausted. It is estimated that \$15,000.00 will be required for the remainder of the year.

An allocation from the Civil Contingent Fund is requested.

~~Daily Comm -
Salary Increase~~

~~Date for Regular Meetings~~

17,500
1,250

18,750

~~Egan~~ (M)



STATE OF SOUTH CAROLINA
WHITTEN VILLAGE

ROY B. SUBER, M. D., SUPERINTENDENT
CLINTON, S. C. 29325

9 February 1966

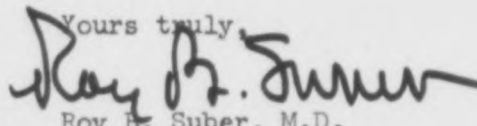
Mr. P. C. Smith,
State Auditor,
State Budget & Control Board,
Columbia, S. C.

Dear Mr. Smith:

Enclosed is certified copy of resolution adopted by our Board of Trustees at its regular meeting on February 9, 1966. You will note that the resolution requests the State Budget and Control Board to allow us to apply funds in the amount of \$405,000.00 of our accumulated patients' fees on the prepayment of the outstanding balance on note of Whitten Village issued June 1, 1962, the accumulated fees being on deposit in the State Treasury. The resolution also makes application for an additional note in the amount of \$400,000.00 to be used for needs as listed in the resolution.

It is my feeling and the feeling of the Board that our margin is safe enough to make payments on our outstanding notes in addition to the new note for \$400,000.00.

We would sincerely appreciate your bringing this matter to the attention of the State Budget and Control Board at its next meeting.

Yours truly,

Roy B. Suber, M.D.
Superintendent

RBS:mpg
Enclosure 1

RESOLUTION

WHEREAS, The Board of Trustees of Whitten Village (the Trustees) as appointed by Article 2, Chapter 6, Title 32 (Sections 32-1071, et seq.), Code of Laws of South Carolina, 1962, are duly empowered by the provisions of Act No. 1100 of of the General Assembly of the State of South Carolina, entitled "AN ACT TO AUTHORIZE THE ISSUANCE OF NOTES OR BONDS FOR MENTAL HEALTH FACILITIES; TO PRESCRIBE THE CONDITIONS UNDER WHICH THEY MAY BE ISSUED; TO PROVIDE FOR INVESTMENTS IN SUCH NOTES OR BONDS; AND TO PROVIDE FOR THEIR PAYMENT," Approved the 20th day of April, 1964 (Act 1100) to make application to the State Budget and Control Board of South Carolina (the Board) for funds to be used at the state institution known as Whitten Village, for the purposes set forth in Section 1 of Act 1100, and

WHEREAS, the Trustees wish to make improvements hereinafter described and to finance the cost thereof with notes issued pursuant to Act 1100,

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF TRUSTEES OF WHITTEN VILLAGE, IN MEETING DULY ASSEMBLED:

(1) The Trustees hereby respectfully request the State Budget and Control Board to apply funds in the amount of \$405,000.00 of our accumulated patients' fees on the pre-payment of the outstanding balance on our note issued June 1, 1962, said accumulated fees being on deposit in the State Treasury, and

(2) The Trustees hereby make application for an additional note for \$400,000.00 to be used for the following needs:

- (a) Construction of Additional Storage Space
- (b) Major Repairs to certain existing Dormitories
- (c) Installation of additional Elevator and revision of heating and cooling system in Building Medical B.

(3) The Trustees have ascertained and determined, after analysis of receipts during the past 3 fiscal years and 6 months, that the revenue will be more than sufficient to retire notes outstanding and the new note herein requested. Revenues are as follows:

Collections - Fiscal year 1962-63	-----	\$ 245,851.94
Collections - Fiscal year 1963-64	-----	247,636.57
Collections - Fiscal year 1964-65	-----	348,501.53
Collections - Current Fiscal year (6 months)	-----	190,589.30
Total	-----	\$1,032,579.34

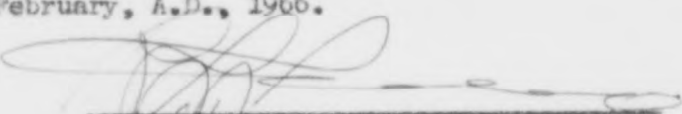
(4) The Trustees suggest that the indebtedness herein sought to be incurred be issued in the form of a single fully registered note, that the same be dated as of March 1, 1966, bear interest at the rate of four and one-half (4 1/2) per cent per annum from the date of delivery of the note as established by the certification endorsed thereon, payable on the _____ day of _____ and _____ of each year, commencing _____, and maturing in twenty (20) successive annual installments of _____ each, payable on _____ in each of the years _____ to _____, inclusive.

(5) The Trustees have ascertained and determined that the only unmatured State Institution notes or bonds heretofore issued for Whitten Village, as of the date of this resolution, are as shown in Exhibit A, Schedule II attached hereto, and that the aggregate of the debt created by State Institution Bonds issued and sought to be issued for Whitten Village, as of the date of this resolution, is as shown in Exhibit A, Schedule III attached hereto.

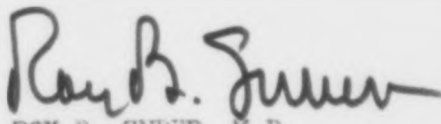
(6) The Trustees have ascertained that Exhibit A, Schedule IV established that the issuance of the Note for Whitten Village, on the basis of the application herewith made, will meet the coverage requirements prescribed by Act 1100,

(7) The Secretary of the Trustees shall deliver a certified copy of this resolution including the Exhibits, to the State Budget and Control Board of the State of South Carolina, and it is hereby declared that such certified copy shall constitute the application required by Section 1 of Act 1100.

Dated this 9th day of February, A.D., 1966.

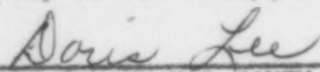

R. L. PLAXICO,
CHAIRMAN, BOARD OF TRUSTEES OF WHITTEN VILLAGE
CLINTON, SOUTH CAROLINA

The above is a copy of Resolution duly adopted by the Board of Trustees of Whitten Village at its meeting in the office of the Superintendent, Whitten Village, Clinton, S. C., on February 9, 1966, and was recorded in the Minutes Book of the said Board.


ROY B. SUBER, M.D.
Secretary Ex Officio

SWORN to and subscribed before me

this 9th day of February, A. D., 1966

 (L.S.)
NOTARY PUBLIC IN AND FOR SOUTH CAROLINA

WILLIAM S. HALL, M.D.
State Commissioner of Mental Health

WILLIAM P. BECKMAN, M.D.
Deputy Commissioner
Community Mental Health Services

JOHN L. HUGHES, M.D.
Deputy Commissioner
Research and Training

JOHN G. MORRIS, JR.
Deputy Commissioner
Administrative Services



STATE OF SOUTH CAROLINA
DEPARTMENT OF MENTAL HEALTH

2214 BULL STREET
DRAWER 189
COLUMBIA, SOUTH CAROLINA 29202

MENTAL HEALTH COMMISSION

C. M. Tucker, Jr., Chairman
John M. Fewell, M.D.
G. Werber Bryan
W. G. Edwards, Sr.
Walter H. Solomon

February 5, 1966

Mr. P. C. Smith, Secretary
State Budget and Control Board
Post Office Box 333
Columbia, South Carolina

Dear Mr. Smith:

As provided for in Act 1100, as amended, this Department desires to request the approval of the State Budget and Control Board to liquidate the outstanding balance of a note issue dated September 1, 1962.

Records indicate the outstanding balance of the aforementioned note to be in the amount of \$500,000.00. Inasmuch as the semi-annual interest payment is due on March 1, 1966, it is requested that such action be effected as of that date. The detailed cost of this action is in the amount of \$500,000.00 principal, \$11,250.00 semi-annual payment of accrued interest due March 1, 1966, plus a 2% redemption fee in the amount of \$10,000.00 for a grand total of \$521,250.00.

To substantiate our request you are advised that, as of January 31, 1966, a balance of \$595,524.07 is on deposit as collection of fees from paying patients. In addition to the above stated request, we are taking into consideration the expenditure of an installment payment of principal and accrued interest on note issue dated March 1, 1965 in the amount of \$36,250.00 due on March 1, 1966.

The total amount to be disbursed on March 1, 1966 is in the amount of \$557,500.00. Subsequent payments on outstanding note issue balances and accrued interest are not due until July 1, 1966 which is the semi-annual interest payment in the amount of \$10,125.00 due on note issue dated January 1, 1964. In summary, the following data is furnished for your information covering the period February 1966 through June 30, 1966:

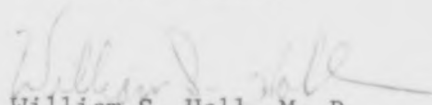
January 1966 balance fees of paying patients	\$595,524.07
Liquidation of Note issue dated September 1, 1962 on March 1, 1966	\$521,250.00

Page 2 - Mr. P. C. Smith

Principal and Interest due on note issue dated March 1, 1965	<u>\$ 36,250.00</u> <u>\$557,500.00</u>
Balance fees, paying patients March 1, 1966	\$ 38,024.07
Anticipated fees from paying patients February 1966 - June 1966 @ \$60,000.00 per month	<u>\$300,000.00</u>
Total available July 1, 1966	\$338,024.07

If any additional information is needed, please do not hesitate to call on us.

Yours very truly,


William S. Hall, M. D.
State Commissioner of Mental Health

WSH/WED/gw

STATE BUDGET AND CONTROL BOARD

Division of General Services

Statement of Permanent Improvements and Renovations - Sinking FundDecember 31, 1965

Ind. Assumed

<u>Detail</u>	<u>Proposed Budget</u>	<u>Disbursements Thru Dec. 31, 1965</u>	<u>Balance Dec. 31, 1965</u>
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 Total Program	6 500 000 00	5 749 881 05	750 118 95

*Includes Purchase of Building

373,000

**SOUTH CAROLINA RETARDED CHILDREN'S
HABILITATION CENTER**

55 DOUGHTY STREET
Charleston, S. C., 29401

BOARD OF TRUSTEES

REPLY TO UNDERSIGNED

Chairman:
Vince Moseley, M.D.
Charleston, S. C.

Secretary:
Mrs. J. C. McMeen
Columbia, S. C.

Clarence H. Albright
Rock Hill, S. C.

Richard L. Baker
Newberry, S. C.

R. E. Browne, III
Spartanburg, S. C.

Robert E. Penland
Aiken, S. C.

George Timmons, M.D.
Hartsville, S. C.

February 11, 1966

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

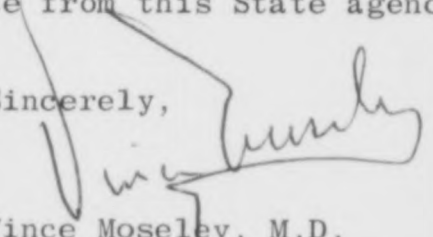
Dear Mr. Pat:

Attached is a copy of a letter indicating to the South Carolina Public Service Authority the recent action of the Board of Trustees of the S.C. Retarded Children's Habilitation Center. This letter outlines the basis of the action.

The Board well recognized that it could be calculated that by awarding the contract to the South Carolina Public Service Authority that the State Treasury could, in a sense, lose about \$3,000. But, after considerable debate, the Board felt that its only guidelines were on the basis of the low bid with equal and comparable services. It is our understanding that in similar situations, such as in the purchase of furniture, the procurement of laundry service, and similar services, that present State Law requires that equipment or services be purchased from the State agency if theirs is the lowest bid or cost price, as, for example, in the purchase of items from the workshops of the State Penitentiary and purchase of laundry service from the Central Laundry.

I would be much obliged if your office, or the Budget and Control Board as a group, would consider this problem and tell me if the trustees have erred in the guidelines used in making their decision in regards to purchase of electrical service from this State agency, which was the low bidder.

Sincerely,


Vince Moseley, M.D.
Chairman
Board of Trustees

VM:bna
Attch:1

Dr. T. Moseley

**SOUTH CAROLINA RETARDED CHILDREN'S
HABILITATION CENTER**

55 DOUGHTY STREET
Charleston, S. C., 29401

BOARD OF TRUSTEES

Chairman:
Vince Moseley, M.D.
Charleston, S. C.

Secretary:
Mrs. J. C. McMeen
Columbia, S. C.

Clarence H. Albright
Rock Hill, S. C.

Richard L. Baker
Newberry, S. C.

R. E. Browne, III
Spartanburg, S. C.

Robert E. Penland
Aiken, S. C.

George Timmons, M.D.
Hartsville, S. C.

February 8, 1966

REPLY TO UNDERSIGNED

Mr. Henry N. Cyrus
Manager of Engineering
S.C. Public Service Authority
Moncks Corner, South Carolina

Dear Mr. Cyrus:

For your information, the following statements are taken from the Minutes of the Board of Trustees meeting of the S.C. Retarded Children's Habilitation Center held on February 6, 1966:

"A final consensus of agreement by the trustees in their discussion was established in relationship to the following specific points:

1. That when the Center is in complete operation, and as calculated on the projected annual electrical consumption needed for everyday operation, the rate offered by the S.C. Public Service Authority will amount to an annual savings of approximately \$4,200 as compared with the rate offered by the S.C. Electric and Gas Company.
2. That the type of service that will be rendered by each company will be comparable in all respects.
3. That the overload time permitted by contract as offered by the S.C. Public Service Authority will allow a 30-minute period without penalty as compared with a 15-minute period without penalty as allowed by the S.C. Electric and Gas Company. Our architects and engineers assure us that this is a matter of potential importance.
4. The trustees recognize that the S.C. Electric and Gas Company is a privately owned, tax-paying utility, and thus can compete with the S.C. Public Service Authority even with a higher rate on the basis of the estimated generation tax which would pay back into the State Treasury approximately \$3,000 more in taxes than the \$4,000 approximately lower cost the Center would pay from its budgeted monies for this service, and that additional tax monies will accrue to the State from its operation.

Mr. Henry N. Cyrus
S.C. Public Service Authority
Moncks Corner, South Carolina

February 8, 1966

Page 2.

The trustees are also aware that in a sense the S.C. Electric and Gas Company has the franchise for sale of electrical power in the area in which the Center is to be built. The majority of the trustees, however, felt that the only guideline which they had was the fact that they were asking for a bid for services, the costs of which were to be borne by money allocated by the Legislature and budgeted for operation.

On the basis of these considerations, the trustees felt their decision had to be based on the lowest cost when services were otherwise to be in every respect strictly comparable, which our consulting engineer assures us will be the case, and which we also determined to our satisfaction by questions asked by the trustees and by the architects and engineers during the interview of representatives of both companies.

The trustees then voted to reaffirm their previous decision to request our architects and engineers to draw up a five-year contract for this service with the South Carolina Public Service Authority. This contract is to be then submitted for final approval by the South Carolina State Attorney General's Office before the Chairman is authorized to sign."

Sincerely yours,

Vince Moseley, M.D.
Chairman, Board of Trustees

VM:a

cc: Mrs. J. M. Weibel, Secretary to the Board
Mr. C. A. Wieters
Dr. E. F. Cicenia

February 9, 1966

Honorable James B. Moore, Chairman
State Ports Authority
Georgetown, South Carolina

Dear Jimmy:

Governor McNair has referred to us your letter of February 1 in order that your request for a temporary loan of \$800,000.00 may be put on the agenda for the next meeting of the Budget and Control Board.

The Board has now generally acquainted itself with the details of your proposed \$6,000,000.00 construction program, both from the standpoint of the desirability of the individual projects in the program and the Authority's capacity to support the proposed revenue bonds. The Board has approved the individual projects and we anticipate their favorable action on a formal resolution to issue the bonds.

We are also familiar with the necessity of the temporary financing being requested and see no reason why this should not also receive the Board's approval. The Board will probably meet before the end of this month. We will advise you immediately of their action.

Jeff and I enjoyed being with you and others at Litchfield last week and were sorry we could not stay over for your meeting on Tuesday.

Very truly yours,

P. C. Smith
State Auditor

PCS:dr



SOUTH CAROLINA STATE PORTS AUTHORITY
CHARLESTON • GEORGETOWN • PORT ROYAL

P. O. Box 827
CHARLESTON, SOUTH CAROLINA 29402
TELEPHONE 723-8651
TWX 510 571 1860
CABLE "SPORTA"

James B. Moore, Chairman
Georgetown
Cecil D. McDaniel, Vice Chairman
Beaufort
Milton A. Pearlstone, Secretary
Charleston
W. W. Johnson, Treasurer
Columbia
W. Harold Butt
Charleston
James W. Harrell
Greenville
James C. Todd, Jr.
Laurens
C. G. Barr, Jr., General Manager
Charleston

February 1, 1966

The Honorable Robert E. McNair
Governor of the State of South Carolina
Chairman of the State Budget and Control Board
Columbia, South Carolina

Dear Governor McNair:

Mr. Bates has informed us that the General Obligation Bonds, to be issued for construction of the addition to the Grain Elevator, will be offered for sale on or about March 8, 1966. He also advised that the proceeds from the sale of these bonds will not be available until April 10, at the earliest. Between now and the time these funds are available, the Authority will require some financial assistance for the Grain Elevator Construction Project.

Construction on this addition to the Grain Elevator began in December, 1965. The Authority will have sufficient funds to make progress payments on construction through the month of February. At that time, we will have advanced approximately \$568,000.00 of Authority funds on this project. Our engineer has advised that progress payments during the months of March and April are estimated to be \$800,000.00. We expect that this additional amount will have to be paid before any of the bond money is available.

It is our understanding from Mr. Bates that a loan may be obtained from the State Sinking Fund until the bond money is received.

To provide this financial assistance for the Grain Elevator Construction Project, we request the State Budget and Control Board to approve a loan to the Authority for \$800,000.00 from the State Sinking Fund for a period of 60 days beginning March 1, 1966.

Respectfully yours,

James B. Moore
JAMES B. MOORE
Chairman

JBM/hh

Branch Offices: New York: 1 Whitehall St.
Whitehall 4-2575

Chicago Office: 327 S. LaSalle St.
WEbster 9-5815

Greenville, S. C., Office: P. O. Box 1826
Telephone 232-7461

994

A RESOLUTION

WHEREAS, by Resolution this day adopted pursuant to the provisions of Act No. 821 of the Acts of the General Assembly of the State of South Carolina for the year 1956, as amended, the South Carolina State Ports Authority (the Authority) has requested the State Budget and Control Board of the State of South Carolina (the Board) to institute action to effect the issuance of Two Million Five Hundred Thousand Dollars (\$2,500,000) of State Ports Bonds (the Bonds) pursuant to said Act No. 821, as amended, to raise funds to enlarge and improve facilities at the port of Charleston for storing and exporting soybeans and other small grains; and

WHEREAS, the work of constructing such additional facilities is already under way; and

WHEREAS, the Authority finds that pending the issuance and delivery of the Bonds it must raise \$800,000 to meet costs already incurred; and

WHEREAS, the Authority finds that the Board is authorized, pursuant to Act No. 116 of the Acts of the General Assembly of the State of South Carolina for the year 1965 (the Bond Anticipation Act) to borrow moneys, payable from the proceeds of the Bonds; and

WHEREAS, by reason thereof the Authority is minded to request that the Board borrow from the State Budget and Control Board of the State of South Carolina, as Trustee of the funds of the South Carolina Retirement System (the Retirement Fund) the

sum of Eight Hundred Thousand Dollars (\$800,000), and to evidence the same by a Note bearing date March 1, 1966 and maturing on May 1, 1966 or such later date as the Board shall determine, but with the option to the Board to anticipate the payment thereof on the occasion of the delivery of the Bonds.

NOW, THEREFORE, BE IT RESOLVED BY THE SOUTH CAROLINA STATE PORTS AUTHORITY IN MEETING DULY ASSEMBLED:

Section 1.

All statements of fact set forth in the preambles to this Resolution have been investigated and have been found to be true and correct, and it is so declared.

Section 2.

Request be made of the Board that it do borrow from the Retirement Fund, in anticipation of the issuance of the Bonds, the sum of Eight Hundred Thousand Dollars (\$800,000). That the same be evidenced by a Note to be dated March 1, 1966, to bear interest at a rate to be fixed by the Board, and to be payable on May 1, 1966, or such later date as the Board shall determine, but with the option to the Board to anticipate the payment thereof on the occasion of the delivery of the Bonds.

STATE OF SOUTH CAROLINA,
COUNTY OF RICHLAND.

I, the undersigned, Secretary of THE SOUTH CAROLINA
STATE PORTS AUTHORITY, DO HEREBY CERTIFY:

That the foregoing constitutes a true, correct and
verbatim copy of a Resolution adopted by THE SOUTH CAROLINA
STATE PORTS AUTHORITY at a meeting duly called and regularly
held on Tuesday, the 1st day of February, 1966, at
Litchfield, South Carolina, at which were present:
James B. Moore, Chairman, Milton A. Pearlstone,
Secretary; and W. Harold Butt, W. W. Johnson
and James C. Todd,
a majority
constituting ~~all~~ of the members of said Authority, and voted
unanimously in favor of the adoption thereof.

That said Resolution was offered by W. W. Johnson,
seconded by W. Harold Butt, and unanimously adopted by those
present. That the original of said Resolution is duly entered
in the permanent records of said Authority in my custody as such
Secretary.

IN WITNESS WHEREOF, I have hereunto set my Hand and
the Seal of THE SOUTH CAROLINA STATE PORTS AUTHORITY, this
first day of February, A. D. 1966.

(SEAL)

M. A. Pearlstone
Secretary

PERSONNEL ADVICE

FORM 413

FISCAL YEAR 1965-1966

DEPARTMENT	DIVISION	CODE NO.
State Dairy Commission		614

SECTION I. CHANGE IN PERSONNEL

(A) NAME OF EMPLOYEE WHOSE SERVICES ARE TERMINATING	TITLE
	ANNUAL SALARY - - - - - \$
SOC. SEC. NUMBER	SOURCE OF FUNDS:
EFFECTIVE DATE	STATE \$ FEDERAL \$ OTHER \$

(B) NAME OF NEW EMPLOYEE	TITLE
	ANNUAL SALARY - - - - - \$
SOC. SEC. NUMBER	SOURCE OF FUNDS:
EFFECTIVE DATE	STATE \$ FEDERAL \$ OTHER \$

IF TERMINATING EMPLOYEE LEAVES A VACANCY, INDICATE BY INSERTING "VACANCY" IN SECTION B.
IF NEW EMPLOYEE IS FILLING A VACANCY, INDICATE BY INSERTING "VACANCY" IN SECTION A.

SECTION II. CHANGE IN SALARY OR CREATION OF A NEW POSITION

NAME	SOC. SEC. NO.	TITLE
William J. Hoffmeyer	248-20-6005	Inspector

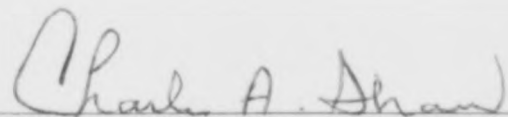
(A) PRESENT ANNUAL SALARY - - - \$ <u>6,556.00</u>	(B) PROPOSED ANNUAL SALARY - - - \$ <u>7,500.00</u>
SOURCE OF FUNDS:	SOURCE OF FUNDS:
STATE - - - - - \$ <u>6,556.00</u>	STATE - - - - - \$ <u>6,556.00</u>
FEDERAL - - - - -	FEDERAL - - - - -
OTHER - - - - -	OTHER - - - - - <u>944.00</u>

DATE PRESENT SALARY ESTABLISHED <u>July 1, 1965</u>	EFFECTIVE DATE OF PROPOSED SALARY <u>Feb. 10, 1966</u>
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JUSTIFICATION

The proposed increase is commensurate with the employee's responsibilities and is being made to more adequately compensate the employee for his duties, and to enable the Commission to retain this well qualified person who has been employed by the Commission since 1953. The Commission unanimously approved supplementing the inspector's salary, from the "Dairy Commission Account" as authorized by Section 32-1631(3), Code of South Carolina, 1962, in the amount of the proposed increase.

IF NEW POSITION IS BEING CREATED, FILL IN ONLY SECTION B.


(SIGNATURE OF DEPARTMENT HEAD OR RESPONSIBLE OFFICIAL)

APPROVAL OF THIS REQUEST BY THE STATE BUDGET AND CONTROL BOARD IS CONDITIONED ON THE PRESENT AVAILABILITY OF FUNDS TO COVER THE ADDITIONAL COST THEREOF.

STATE BUDGET AND CONTROL BOARD

SIGNED _____ FOR THE BOARD
DATE _____

Items for agenda

STATE BUDGET AND CONTROL BOARD

Division of General Services

1) Loan from Sinking Fund

Attached is a statement of permanent improvements and renovations from the six and one-half million dollar loan with the Insurance Sinking Fund through December 31, 1965. This statement provides for amortization of existing debt as of July 1, 1965 plus renovations and new construction to the total provided by the loan act. The full principal payment for 1965-66, with interest to date, was made December 31, and the remaining interest for the year will be paid as of June 30, 1966.

It is recommended that the Budget and Control Board execute a note in favor of the Insurance Sinking Fund to cover the loan as was provided in the 1964-65 Appropriation Act.

2) Renovations to State House

200,000

Estimates prepared by Gill and Wilkins Architects indicate that renovation of the east wing of the State House, the Supreme Court area and construction of a conference room under the north portico of the building will cost \$376,480. It is now estimated that \$231,342.26 will be available from the Insurance Sinking Fund loan and \$56,000 is provided in the 1965-66 Appropriation Act for this purpose. It appears that an additional \$90,000 will be needed for the renovations which are envisioned at this time, and approximately \$50,000 for equipment.

200,000

It is recommended that the Division be authorized to request \$90,000 in the 1966 Deficiency Appropriations Act to provide the additional funds which will be needed for improvements to the State House. It is further recommended that \$50,000 be requested for equipment in the Governor's area.

3) Building - State Board of Health

The State Board of Health is now renting a garage and warehouse space at the old Columbia Airport for \$233.00 per month. This space is required for the servicing of about 40 trucks and spraying equipment and for the storage of insecticides. It had originally been planned that space would be provided for these services when the Marion Sims Building was constructed. Lack of funds, however, required modification of plans which made this impossible.

It is recommended that the Division be authorized to request an appropriation of \$60,000 for a building containing approximately 7,400 sq. ft. to be constructed at the north end of the property now occupied by the Sims Building and for adjustments in the new building.

*Do not apply
200,000*

*Request
500,000 ✓
for Bldg*

*Submitted for
rel. to Ad. Health
Dept.*

4) Building - Department of Agriculture

Completion of the Rutledge and Sims Buildings has not accomplished the purpose of placing all State agencies in State-owned buildings. The Insurance Department, Contractors' Licensing Board and a portion of the Development Board are still in rented quarters. Federal-aid agencies continue to expand beyond our ability to provide State-owned space.

Removal of the Board of Health Laboratory from the Hampton Building makes it more desirable to limit use of this space to administrative agencies and to remove the Department of Agriculture from this site. The Department has some funds which might be used for this purpose in the Receipts Guaranty Fund, the Revolving Fund and other cash balances of the Department.

It is recommended that a Deficiency Appropriation of \$300,000 be provided and pertinent statutes be changed to permit use of funds mentioned above for construction of a laboratory-office building for the Department of Agriculture at a cost not to exceed \$600,000.

5) Landscape Architect

Cont. Fund ✓

During the past several months the Division of General Services has attempted to improve the grounds at the Governor's Mansion. A wall has been constructed and an old putting green has been removed. Additional landscaping is needed and an attempt was made to obtain these services from one of the State schools. This has not worked satisfactorily, however, and it is recommended that a deficiency appropriation of \$2,000 be requested to provide this service.

6) Requests for Right-of-Way - Highway Department

The State Highway Department requests a 66-foot right-of-way for the paving of Ermine Road through property owned by the State of South Carolina in Lexington County. This is presently a dirt road with a 25-foot dedicated width, and it runs through property presently leased to the Palmetto Outdoor Historical Drama Association. General Counsel and Vice President Francis C. Jones of the Association has given me a letter indicating there is no objection to paving the road.

The Department further requests right-of-way through State-owned marshes for a bridge over Goose Creek connecting Highways 24 and 29 in Berkeley County.

It is recommended that the Highway Department be authorized by letter to proceed with construction.

7) Request for Dredging Permit - U. S. Corps of Engineers

The Corps of Engineers is planning maintenance dredging in the Murrells Inlet area of Georgetown County in connection with operation of the Myrtle Beach Air Force Base. Dredging will be carried out below the mean low water mark in the existing channel and the spoil material will be deposited above the mean high water mark within a diked area.

Since this work will improve navigation in the area in excess of the value of the material to be removed, it is recommended that the Budget and Control Board grant a letter permit for this work.

Interim Action

The following requests for approval to purchase State-owned automobiles have been processed since the last Board meeting and it is requested that this interim action be approved.

S. C. Highway Department - purchase of automobile of the Chevrolet class for use by a District Maintenance Engineer. The new vehicle will replace a 1962 Chevrolet w/ 78,000 mi.

Educational Finance Commission - 4 Chevrolet-Ford-Dodge station wagons for use by school bus driver training instructors. No trade-in.

Department of Corrections - Chevrolet station wagon to replace a 1961 model w/ 114,565 mi. The new vehicle will be assigned to the Construction Division Motor Pool.

Tax Commission - Two automobiles of the Ford class to be used by Investigators, Beverage Tax Division. The automobiles will replace two 1964 Fords, one with 40,692 mi. and the other with 67,150 mi.

University of S. C. - Cadillac for use by the President of the University. This automobile will replace a 1963 Cadillac w/ 47,000 mi.

Clemson University - Two Chevrolets for use by Livestock Inspectors. These will replace two 1964 Chevrolets, one with 58,262 mi. and the other with 73,607 mi.



STATE OF SOUTH CAROLINA
DIVISION OF GENERAL SERVICES
BUDGET AND CONTROL BOARD
300 GERVAIS STREET
COLUMBIA
29201

FURMAN E. McEACHERN, JR.
DIRECTOR

BUILDINGS AND GROUNDS
DEPARTMENTAL SERVICES
INSURANCE FOR PUBLIC
BUILDINGS
PRINTING AND OFFICE
SUPPLIES
PURCHASING
SINKING FUNDS
SURPLUS PROPERTY
PROCUREMENT

February 18, 1966

Honorable P. C. Smith
State Auditor
P. O. Box 333
Columbia, South Carolina 29201

Dear Pat:

At the Budget and Control Board meeting yesterday I brought up two items which were not included on the prepared agenda. These items, with action of the Board, are listed on the attached sheet.

Kind regards.

Yours very truly,

F. E. McEachern, Jr.
Director

FEMjr:ls

Attachment

1) Warehouse - Surplus Property

A dismantled warehouse has been obtained from the Savannah River project and is available for erection for storage of surplus property. It is recommended that the Division be authorized to transfer \$14,000 from the Surplus Property Revolving Fund to the Building Fund for this purpose. (Approved by the Board)

2) Deficiencies in Rent Collections

Because the Insurance Department could not move out of rented quarters, and because some of the Federal-aid agencies have been unable to pay anticipated shares of State office building rental, it appears that some deficiency may occur in collections for operation of the Buildings and Grounds Unit. Usually, there are some unexpended balances in accounts of the Divisions of the Budget and Control Board which might be available to cover any shortages which develop at the end of the fiscal year. It is recommended that the Board approve the principle of using these balances to cover any shortage instead of asking for a deficiency appropriation for this purpose. (Approved by the Board)

February 17, 1966

STATE BUDGET AND CONTROL BOARD

DIVISION OF GENERAL SERVICES

Agenda Items

Special Action

Meeting of January 11, 1966

- 1) Pursuant to Act 1102 of 1964, the State Ports Authority has entered into an agreement with the owners of Daniel Island in Charleston Harbor for the diking and use of adjoining lands for the deposit of spoil materials dredged from the Harbor.

The U. S. Army Engineers are now ready to call for bids for the construction of the dike. Suitable materials are not immediately available and the Engineers wish to obtain approval of the Budget and Control Board to use material taken from the deep-water areas of the Cooper River and the Wando River immediately adjacent to Daniel Island.

It is further requested that no assessed charge be made for the use of material on the grounds that navigational improvements will exceed the value of the materials used for the dike. Captain Barr of the Ports Authority agrees that navigation will be improved to an extent exceeding the value of the materials used. Doctor Lunz, Director of Commercial Fisheries, does not pose any objection to the project.

It is therefore recommended that this request be approved.

- 2) The Department of Agriculture requests approval to purchase two new automobiles of the Chevrolet class to be used in a motor pool operation. A 1963 Chevrolet Impala with 51,785 would be traded.

It is recommended that this request be approved.

(The above actions were approved January 11, 1966, by the Governor; Comptroller General; Chairman, House Ways and Means Committee; Chairman, Senate Finance Committee.)



STATE OF SOUTH CAROLINA
DIVISION OF GENERAL SERVICES
BUDGET AND CONTROL BOARD
300 GERVAIS STREET
COLUMBIA
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FURMAN E. MCEACHERN, JR.
DIRECTOR

BUILDINGS AND GROUNDS
DEPARTMENTAL SERVICES
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PRINTING AND OFFICE
SUPPLIES
PURCHASING
SINKING FUNDS
SURPLUS PROPERTY
PROCUREMENT

January 11, 1966

Lt. Col. Robert E. Rich
District Engineer
Corps of Engineers
P. O. Box 905
Charleston, South Carolina 29402

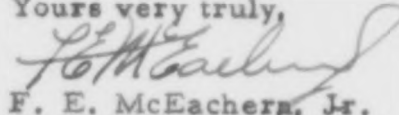
Dear Colonel Rich:

In accord with your discussions and correspondence with Assistant Attorney General Edward B. Latimer, the South Carolina Budget and Control Board by special action today approved your request to obtain material for construction of a spoil area adjacent to Daniel Island in the Charleston Harbor. The material is to exclude phosphatic materials and is to be obtained from points below the low water mark indicated on the map of Charleston Harbor dated June, 1960, which you submitted to Mr. Latimer with your request.

In view of the fact that navigational improvements will exceed the value of the materials used for the dike, no assessed charge will be made for these materials.

If you need additional information, please let me know.

Yours very truly,


F. E. McEachern, Jr.
Director

FEMjr:ls

CC: Mr. P. C. Smith ✓
Mr. Edward B. Latimer
Capt. Capers Barr
Dr. G. Robert Lunz

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