

MINUTES OF BUDGET AND CONTROL BOARD MEETING

MARCH 27, 1963

- o -

The State Budget and Control Board met in the Conference Room of the Governor's Office at 9:30 A. M., Wednesday, March 27, 1963, with all members of the Board present. In addition to the Board, the following also attended this meeting: Messrs. J. M. Smith, Secretary of the Board, P. C. Smith, Assistant State Auditor, Dan Frick and William Geiger, Board Engineers, W. G. Lyles and Louis Wolff, of the architectural firm of Lyles, Bissett, Carlisle & Wolff.

At the opening of the meeting, the Board reviewed preliminary plans for the proposed new State Office Building to be located at the corner of Bull and Pendleton Streets, in Columbia. Mr. Lyles reported to the Board that schematic plans for the building were now complete. His discussion indicated the general design plan for the building and the various architectural features and facilities to be included.

It is proposed that the building consist of eleven floors, with 8,100 square feet of floor area per floor. The first floor will consist only of entrance facilities with no provision for office space at that level. Some parking space will be available in the first floor area.

The Board was also requested to take some action regarding a proposal to construct a communications control center in the basement area of the building for use in case of atomic attack in this vicinity. It was indicated that Federal financial participation would be available to some extent on this part of the project.

It was estimated that 3,700 square feet of space will be available in the basement area and will cost \$74,000.00 if used for normal purposes. If used as a control center the cost will be \$121,000.00 additional.

It is expected that about 160 persons could be accommodated in the basement area in case of attack.

1785

The Board took no specific action with respect to this proposal and requested additional details on Federal participation in the financing of this proposal.

General agreement was given to the proposed design and architectural features of the building.

The following proposed permanent improvement projects were approved by the Board:

1. The Citadel - Approval was given to a revised building program at an estimated cost of \$1,100,000.00 covering the following projects:

- a). Construction of a Military Science Building - \$845,000.00.
- b). Purchase of Johnson-Hagood Stadium - \$240,000.00.
- c). Repairs to Mess Hall - \$15,000.00.

The Board adopted a formal resolution authorizing the issuance of \$1,100,000.00 of state institution bonds to finance the above projects. The resolution also authorized the purchase of these bonds by the State Retirement System. (A copy of the above resolution is attached herewith as a part of the minutes.)

2. University of South Carolina - The Board approved a revised proposal of the University of South Carolina to purchase Wales Garden Apartments located on Pickens Street in the City of Columbia at a cost of \$300,000.00, and the expenditure of an additional \$50,000.00 for repairs and renovations.

The Board approved the issuance of \$350,000.00 of revenue bonds of the University of South Carolina to finance this project and the purchase of these bonds by the State Retirement System. (A copy of the formal resolution adopted by the Board in connection with this project is attached herewith as a part of the minutes.)

3. Ports Authority - The proposed construction of a sub-structure for extension to Columbus Street Terminal was approved at an estimated cost of \$1,000,000.00, to be financed out of operating funds of the Ports Authority.

The following permanent improvement facilities were reviewed by the Board but carried over for action at a later date.

1. Forestry Commission - A proposal to construct a dam and lake at Croft State Park, at an estimated cost of \$56,000.00, and the replacement of a vacation cabin at Hunting Island Park, at an estimated cost of \$5,450.00.

2. University of South Carolina - A proposal to construct a Natural Science Building on Lower Main Street in Columbia, at an estimated cost of \$2,942,000.00.

The meeting adjourned at 10:45 A. M.

THE STATE OF SOUTH CAROLINA.

WHEREAS, The Citadel, the Military College of South Carolina, by and through its Board of Visitors, has presented an application to the State Budget and Control Board of the State of South Carolina for the sum of One Million One Hundred Thousand Dollars (\$1,100,000) to finance the cost of improvements at such Institution hereinafter described; and

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

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

I.

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

- (1) To pay the entire cost of constructing and equipping a Military Arts Building.
- (2) To pay the entire cost of acquiring title in fee simple (subject to the debt set forth below) to the Johnson Hagood Stadium located in the City of Charleston and in close proximity to The Citadel, from the City of Charleston.
- (3) To pay the cost of repairs and improvements to the Mess Hall.

II.

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

Resident Students	\$ 80
Out-of-State Students	\$320

III.

Such schedule of tuition fees, as applied to regularly enrolled students at The Citadel, the Military College of South Carolina, on the basis of the number of students regularly en-

rolled therein at the close of the last preceding academic semester or term (exclusive of any summer school semester or term), will, if multiplied by the number of years for which the bonds herein provided shall be outstanding, result in the production of a sum equal to not less than one hundred fifty per cent (150%) of all State Institution Bonds now outstanding and now proposed to be issued for said Institution upon the approval of such application.

IV.

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

V.

In order to comply with the provisions of Sections 22-21 to 22-39, inclusive, Code of Laws of South Carolina, 1962, this Board hereby sets forth the following:

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

The Citadel, the Military College of South Carolina	\$1,100,000
--	-------------

2. State Institution Bonds which have been issued on behalf of The Citadel, the Military College of South Carolina, outstanding as of March 2, 1963, are:

(1) \$ 110,000 of an original issue of \$1,100,000, dated April 1st, 1954. Such bonds mature as follows:
\$55,000 on April 1st in each of the years
1963 and 1964.

All bonds of such issue now outstanding bear interest at the rate of 1.75% per annum.

(2) \$550,000 of an original issue of \$ 900,000, dated June 1st, 1955. Such bonds mature as follows:

\$50,000 on June 1st in each of the years 1963 to 1965, inclusive; and	1789
\$40,000 on June 1st in each of the years 1966 to 1975, inclusive.	

Of such bonds those maturing in the years 1963 to 1970, inclusive, bear interest at the rate of 1.75% per annum; and those maturing in the years 1971 to 1975, inclusive, bear interest at the rate of 2% per annum.

(3) \$1,176,000 of an original issue of \$1,576,000, dated November 1st, 1957. Such bonds mature as follows:

\$80,000 on November 1st in each of the years
1963 to 1976, inclusive; and
\$56,000 on November 1st, 1977.

All bonds of such issue now outstanding bear interest at the rate of 4% per annum.

(4) \$ 665,000 of an original issue of \$785,000, dated July 1st, 1959. Such bonds mature as follows:

\$40,000 on July 1st in each of the years
1963 to 1978, inclusive; and
\$25,000 on July 1st, 1979.

All bonds of such issue now outstanding bear interest at the rate of 4% per annum.

(5) \$ 861,000 of an original issue of \$957,000, dated May 1st, 1960. Such bonds mature as follows:

\$48,000 on May 1st in each of the years
1963 to 1979, inclusive; and
\$45,000 on May 1st, 1980.

All bonds of such issue now outstanding bear interest at the rate of 5% per annum.

(6) \$ 385,000 of an original issue of \$400,000, dated May 1st, 1961. Such bonds mature as follows:

\$15,000 on May 1st, 1963;
\$30,000 on May 1st, 1964; and
\$20,000 on May 1st in each of the years
1965 to 1981, inclusive.

All bonds of such issue now outstanding bear interest at the rate of 4.50% per annum.

3. The Board has made the findings required of it by Section 22-25, Code of Laws of South Carolina, 1962, but has modified the application made on behalf of The Citadel, The Military College of South Carolina by reducing the interest rate from 4-1/2% to 4-1/4%.

4. The attached schedule shows:

- (a) The annual debt service requirements of the outstanding bonds throughout the life of said bonds;
- (b) The maturities of the State Institution Bonds to be issue for The Citadel, The Military College of South Carolina, to raise the sum applied for, together with the anticipated interest cost for each year during the life of the bonds to be issued on behalf of said Institution, computed at the rate of 4.25% per annum; and
- (c) The total of (a) and (b), which is the anticipated aggregate annual principal and interest requirements for the outstanding bonds and the proposed bonds.

VI.

State Institution Bonds in the aggregate amount of \$1,100,000 should be issued as a single issue. Such issue shall consist of a single series, lettered and numbered as follows:

Twenty (20) bonds in fully registered form and in denomination corresponding to the annual amount to mature in accordance with the schedule attached to the application of The Citadel, the Military College of South Carolina. Said bonds shall be numbered B 5,719 to B 6,818, inclusive, with a separate numeral allotted to each \$1,000 multiple. The bonds shall be in the form set forth in Exhibit A attached to this Resolution.

Such series of bonds shall be dated March 1st, 1963, and shall bear interest payable to the registered holder thereof semi-annually on March 1st and September 1st in each year, beginning September 1st, 1963.

Each bond of this series maturing subsequent to the year 1973, shall be subject to redemption on March 1st, 1968, and all subsequent interest payment dates, in whole or in part, but if in part, in inverse numerical order, at a redemption price of par, accrued interest to the date fixed for redemption, plus a redemption premium of \$10.00 for each \$1,000 multiple of each bond so redeemed, but no bond of any maturity of this series shall be redeemed in whole or in part unless all bonds of subsequent maturities of this series have been previously redeemed in their entirety.

Pursuant to the authorization of Section 22-36, Code of Laws of South Carolina, 1962, the Board approves the private placement of the bonds hereby authorized to be issued, to bear interest at the rate of four and one-quarter per centum (4-1/4%) per annum, payable semi-annually on the 1st days of March and September of each year. Such bonds shall be sold to the State Budget and Control Board of South Carolina, as Trustee of the funds of the South Carolina Retirement System, at par. Accrued interest to the date of the delivery of the bonds need not be paid unless the State Treasurer shall so elect, but in such

event, the instalment of interest to become due on September 1st, 1963, shall be diminished to the extent that interest would accrue from March 1st, 1963 to the date of the delivery of the bonds.

VII.

The number of regularly enrolled students at The Citadel, the Military College of South Carolina, at the close of the last preceding academic semester, which ended on the 25th day of January, 1963, and the annual tuition fees payable by each of such students in accordance with the schedule of tuition fees payable by such students were as follows:

<u>NUMBER OF REGULARLY ENROLLED STUDENTS</u>	<u>TUITION FEES</u>	<u>AGGREGATE AMOUNT OF TUITION FEES</u>
Resident Students 694	\$ 80	\$ 55,520
Out-of-State Students <u>1,182</u>	\$320	<u>\$378,240</u>
Total 1,876		\$433,760

VIII.

The tuition fee schedule now in effect at The Citadel, the Military College of South Carolina requires each enrolled student to pay fees in accordance with the fees set forth in Paragraph VII, supra. Set forth below are schedules which show:

A. The aggregate debt service requirements of all State Institution Bonds now outstanding or to be outstanding following the issuance of the bonds now sought.

B. The actual cash value of funds held by the State Treasurer pursuant to Section 9 of the Enabling Act and for which an appropriate credit is allowed by Section 22-25, Code of Laws of South Carolina, 1962.

C. The sum which represents 150% of such aggregate debt service requirements for all State Institution Bonds outstanding or to be outstanding for The Citadel, the Military College of South Carolina, after effecting the deduction permitted by Section 22-25, Code of Laws of South Carolina, 1962.

D. The aggregate amount to be derived by The Citadel, the Military College of South Carolina from the tuition fees in effect at said Institution for the twenty year life of the bonds proposed to be issued, based upon the assumption that the enrollment at such institution shall remain constant.

E. The margin over and above the 150% coverage requirement of the Enabling Act:

As to The Citadel, the Military College of South Carolina:

(1)	(2)	(3)	(4)	(5)
Total debt Service on All Bonds To be Outstanding	Amount of Deduction Permitted by Code Section 22-25	150% of Total Net Debt Service	Sum to be Produced By Tuition Fees for 20 Year Period	Margin Of Column (4) Over Column (3)
\$6,545,075	\$988,937.00	\$8,334,207.00	\$8,675,200.00	\$340,993.00

IX.

The Board further finds that the total aggregate principal on all State Institution Bonds to be outstanding, following the issuance of the State Institution Bonds herewith proposed to be issued, will be in the sum reflected by the Schedule below, which sets forth in detail the State Institution Bonds outstanding for the several State Institutions of higher learning of the State of South Carolina. Said schedule also shows the margin to exist under the statutory limit of \$25,000,000 established by Section 22-29, Code of Laws of South Carolina, 1962.

STATE INSTITUTION BONDS OF SOUTH CAROLINA
OUTSTANDING AS OF
MARCH 2, 1963

A. Bonds of Series A, issued for the University of South Carolina:

Date of Issue	Amount of Original Issue	Outstanding As of March 2, 1963
Issue of April 1, 1954	\$2,900,000	\$ 940,000
Issue of June 1, 1955	\$ 650,000	\$ 405,000
Issue of November 1, 1957	\$1,350,000	\$1,100,000

Issue of April 1, 1960	\$1,500,000	\$1,390,000
Issue of May 1, 1961	\$2,700,000	\$2,585,000
Issue of May 1, 1962	<u>\$1,800,000</u>	<u>\$1,800,000</u>
Total for The University of South Carolina	\$10,900,000	\$8,220,000

*Sinking Fund Feb. 18, 1963 \$ 992,135

B. Bonds of Series B, issued for The Citadel, the Military College of South Carolina:

Date of Issue	Amount of Original Issue	Outstanding As of March 2, 1963
Issue of April 1, 1954	\$1,100,000	\$ 110,000
Issue of June 1, 1955	\$ 900,000	\$ 550,000
Issue of November 1, 1957	\$1,576,000	\$1,176,000
Issue of July 1, 1959	\$ 785,000	\$ 665,000
Issue of May 1, 1960	\$ 957,000	\$ 861,000
Issue of May 1, 1961	<u>\$ 400,000</u>	<u>\$ 385,000</u>
Totals for The Citadel	\$5,718,000	\$3,747,000

*Sinking Fund Feb. 18, 1963 \$ 988,937

C. Bonds of Series C, issued for The Medical College of South Carolina:

Date of Issue	Amount of Original Issue	Outstanding As of March 2, 1963
Issue of April 1, 1954	\$1,150,000	\$ 458,000
Issue of May 1, 1960	<u>\$ 980,000</u>	<u>\$ 900,000</u>
Totals for The Medical College	\$2,130,000	\$1,358,000

*Sinking Fund Feb. 18, 1963 \$ 292,902

D. Bonds of Series D, issued for The Clemson Agricultural College of South Carolina:

Date of Issue	Amount of Original Issue	Outstanding As of March 2, 1963
Issue of April 1, 1954	\$3,100,000	\$ 800,000
Issue of June 1, 1955	\$ 750,000	\$ 475,000
Issue of November 1, 1957	\$2,100,000	\$1,715,000
Issue of May 1, 1959	\$1,900,000	\$1,615,000
Issue of May 1, 1960	\$1,075,000	\$1,055,000
Issue of May 1, 1961	<u>\$ 800,000</u>	<u>\$ 780,000</u>
Totals for Clemson	\$9,725,000	\$6,440,000

*Sinking Fund Feb. 18, 1963 \$1,039,450

E. Bonds of Series E, issued for South Carolina State College:

Date of Issue	Amount of Original Issue	Outstanding As of March 2, 1963
Issue of April 1, 1954	\$ 950,000	\$ 472,000
Issue of May 1, 1960	\$ 500,000	\$ 480,000
Issue of May 1, 1961	\$ 500,000	\$ 492,000
Totals for South Carolina State College	\$1,950,000	\$1,444,000
*Sinking fund Feb. 18, 1963	\$ 351,155	

F. Bonds of Series F, issued for Winthrop College:

Date of Issue	Amount of Original Issue	Outstanding As of March 2, 1963
Issue of September 1, 1959	\$1,000,000	\$ 850,000
Issue of May 1, 1962	\$ 800,000	\$ 800,000
Totals for Winthrop College	\$1,800,000	\$1,650,000
*Sinking Fund Feb. 18, 1963	\$ 523,140	

S U M M A R Y

Total Institution Bonds previously issued	\$32,223,000
Additional Bonds herein proposed to be issued	<u>1,100,000</u>
Total Issues	\$33,323,000
Less Bonds previously Retired	<u>9,364,000</u>
Balance Outstanding March 2, 1963	\$23,959,000
Statutory Debt Limit	<u>\$25,000,000</u>
Margin (After issuance of Bonds Proposed Herein)	\$ 1,041,000
Total Sinking Funds As of Feb. 18, 1963	<u>\$4,185,719</u>

X.

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

* 1795

EXHIBIT A

UNITED STATES OF AMERICA
STATE OF SOUTH CAROLINA
STATE INSTITUTION BOND
SERIES B
(ISSUED ON BEHALF OF THE CITADEL, THE
MILITARY COLLEGE OF SOUTH CAROLINA)

Numbers

B

B to B

\$

inclusive

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 registered assigns, the principal sum of

FIFTY FIVE THOUSAND DOLLARS

on the first day of March, , (unless this bond be subject to redemption in whole or in part, and shall have been duly called for previous redemption and payment of the redemption price made or provided for), and to pay to the registered holder hereof interest thereon, or so much thereof as shall have not been duly redeemed, from the date hereof until the date of maturity, at the rate of four and one-quarter per centum (4-1/4%) per annum, payable semi-annually on the first days of March and September in each year, commencing September 1st, 1963. Both the principal of and interest on this bond 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 BOND is one of a series of bonds in the aggregate principal amount of One Million One Hundred Thousand Dollars (\$1,100,000) of like date and tenor, except as to numbering, 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 Sections 22-21 to 22-39, inclusive, Code of Laws of South Carolina, 1962, for the purpose of raising moneys for improve-

ments for The Citadel, the Military College of South Carolina.

EACH BOND of this series which matures after March 1st, 1973, is subject to redemption, in whole or in part, but if in part, in multiples of One Thousand Dollars (\$1,000), at the option of the State of South Carolina, on March 1st, 1968, and all subsequent interest payment dates, at par, accrued interest to the date of redemption, plus a redemption premium of Ten Dollars (\$10.00) for each One Thousand Dollar (\$1,000) multiple of each bond so redeemed. If bonds or portions thereof are called for redemption, prior to their stated maturity, written notice of redemption, describing the bonds or portions thereof to be redeemed and specifying the redemption date, must be given by the State to the registered holder hereof, not less than thirty days and not more than sixty days prior to the redemption date. Interest on the bonds or portions thereof 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. No bond of any maturity or any portion thereof shall be redeemed unless all bonds of subsequent maturity have been previously redeemed in full.

THIS BOND is transferable only upon books kept by the State Treasurer, by the registered holder hereof in person, or by his attorney duly authorized, and similarly noted hereon.

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.

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 The Citadel, the Military College of South Carolina.

IN WITNESS WHEREOF, the STATE OF SOUTH CAROLINA has caused this Bond 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 hereon and attested by the Secretary of State, and this Bond to be dated the first day of March, 1963.

Governor

State Treasurer

Attest:

Secretary of State

FORM OF ASSIGNMENT

(A form similar to this but not attached to the within Bond may also be used)

FOR VALUE RECEIVED, the undersigned hereby sells, assigns and transfers unto _____ the within Bond of the State of South Carolina, and hereby irrevocably constitutes and appoints _____, Attorney, to transfer the same on books of the State Treasurer, with full power of substitution in the premises.

Dated:

DATE OF REGISTRATION	NAME OF REGISTERED HOLDER	SIGNATURE OF STATE TREASURER OR DEPUTY
March 1st, 1963	State Budget and Control Board of South Carolina, as Trustee	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____

PRINCIPAL INSTALMENTS ON WHICH PAYMENTS
HAVE BEEN MADE PRIOR TO MATURITY

Principal Amount Paid	Date of Payment	Signature of State Treasurer or Deputy

THE STATE OF SOUTH CAROLINA.

WHEREAS, pursuant to Sections 22-21 to 22-39, inclusive, Code of Laws of South Carolina, 1962, State Institution Bonds issued pursuant to said statute may be privately placed if the terms and conditions of such disposition shall be approved by resolution duly adopted by the State Budget and Control Board, and if the terms of the proposal meet the financial test prescribed by said statute; and

WHEREAS, an issue of One Million One Hundred Thousand Dollars (\$1,100,000) State Institution Bonds have been authorized to obtain funds for permanent improvements at The Citadel, the Military College of South Carolina; and

WHEREAS, it is proposed that the entire issue of said bonds be sold to the State Budget and Control Board, in its capacity as Trustee of the funds of the South Carolina Retirement System, at an interest cost of four and one quarter per centum ($4\frac{1}{4}\%$); and

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

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

That it do purchase the issue of \$1,100,000 State Institution Bonds, to be dated March 1st, 1963, to bear interest at the rate of $4\frac{1}{4}\%$ per annum, payable semi-annually on the 1st days of March and September of each year, to be issued in fully registered form, and in denominations equal to the annual amount of bonds to mature in accordance with the schedule of retirement provided for in the proceedings authorizing the issuance of said bonds, and that upon delivery of the bonds, payment therefor, at par, plus accrued interest on said bonds from their date to the date of delivery, be effected.

27-26

THE STATE OF SOUTH CAROLINA.

WHEREAS, pursuant to an Act of the General Assembly of the State of South Carolina entitled "AN ACT TO AUTHORIZE THE BOARD OF TRUSTEES OF CLEMSON AGRICULTURAL COLLEGE OF SOUTH CAROLINA, THE BOARD OF TRUSTEES OF THE UNIVERSITY OF SOUTH CAROLINA, THE BOARD OF TRUSTEES OF THE COLORED NORMAL, INDUSTRIAL, AGRICULTURAL AND MECHANICAL COLLEGE TO ACQUIRE HOUSING FACILITIES, TO EMPOWER THE BOARDS OF TRUSTEES OF SAID INSTITUTIONS TO OBTAIN LOANS FOR SUCH PURPOSES WITH THE AUTHORIZATIONS MADE BY THIS ACT, TO DEFINE THE PROCEDURE BY WHICH SUCH LOANS MAY BE MADE AND THE COVENANTS AND UNDERTAKINGS TO SECURE THE SAME, TO MAKE PROVISION FOR THE PAYMENT OF SAID LOANS, AND TO REPEAL THE AUTHORIZATIONS GRANTED TO EACH OF SAID BOARDS OF TRUSTEES BY ACT NO. 1059 OF 1950 AND ACT NO. 907 OF 1952", Approved May 18, 1953, and an Act of the General Assembly of the State of South Carolina entitled "AN ACT TO AUTHORIZE THE BOARD OF TRUSTEES OF THE UNIVERSITY OF SOUTH CAROLINA TO ACQUIRE ADDITIONAL STUDENT AND FACULTY HOUSING FACILITIES; TO EMPOWER THE BOARD OF TRUSTEES TO EFFECT LOANS FOR SUCH PURPOSES AND ALSO FOR THE PURPOSE OF REFUNDING OUTSTANDING BONDS PAYABLE FROM THE REVENUES DERIVED FROM STUDENT AND FACULTY HOUSING FACILITIES, THROUGH THE MEANS OF THE AUTHORIZATIONS OF THIS ACT; TO DEFINE THE PROCEDURE BY WHICH SUCH LOANS MAY BE EFFECTED AND THE COVENANTS AND UNDERTAKINGS TO SECURE THE LOANS; AND TO MAKE PROVISION FOR THE PAYMENT OF THE LOANS", Approved April 11, 1960 (herein collectively called the Enabling Act), the Board of Trustees of the University of South Carolina were authorized and empowered to issue and sell Bonds of the University of South Carolina, whose proceeds were to be applied to the acquisition of Student and Faculty Housing facilities in the manner prescribed by the Enabling Act; and

WHEREAS, said Enabling Act, among other things, provides that the bonds authorized thereby "shall be disposed of in such manner as the respective governing bodies of the several institutions listed in said Enabling Act shall determine, except that no sale, privately negotiated without public advertisement, shall be consummated without the approval of the State Budget and Control Board; and

WHEREAS, after negotiations, the Board of Trustees of the University of South Carolina, have concluded an agreement to sell to the State Budget and Control Board, in its capacity as Trustee of the South Carolina Retirement System, at a price of par an issue of Three Hundred Fifty Thousand Dollars (\$350,000) Student and Faculty Housing Revenue Bonds, Series of 1962, of the University of South Carolina, dated June 1, 1962 (the Bonds of 1962), to be initially issued as a single fully registered bond in the amount of \$350,000 maturing as follows:

\$10,000 on June 1 in each of the years
1964 to 1970, inclusive;

\$15,000 on June 1 in each of the years
1971 to 1977, inclusive;

\$25,000 on June 1, 1978; and

\$30,000 on June 1 in each of the years
1979 to 1983, inclusive.

The Bonds of 1962 bear interest, payable semi-annually on the first days of June and December of each year, at the rate of 4-1/2% per annum, with the first interest payment to fall due on June 1, 1963. The interest to become due on June 1, 1963 shall be computed from the date as of which the Bonds of 1962 shall be actually delivered, as set forth in the registered bond itself. Said Bonds of 1962 are to be issued and secured in the manner set forth in a resolution entitled "A RESOLUTION MAKING PROVISION FOR THE ISSUANCE OF THREE HUNDRED FIFTY THOUSAND DOLLARS (\$350,000) OF STUDENT AND FACULTY HOUSING REVENUE BONDS, SERIES OF 1962, OF THE UNIVERSITY OF SOUTH CAROLINA, DATED JUNE 1, 1962, AND OTHER MATTERS RELATING THERETO", adopted by the

Board of Trustees of the University of South Carolina on the 11th day of January, 1963; and said Bonds of 1962 are subject to redemption as provided in said Resolution; and

WHEREAS, as a consequence of the matters hereinabove recited, the Trustees of said University have requested the approval of this Board to the private sale of the bonds above recited; and

WHEREAS, this Board has determined that the proposed private sale of the Bonds of 1962 to this Board, in its capacity as Trustee of the South Carolina Retirement System is to the interest of the University and has determined to grant the approval contemplated by the Enabling Act,

NOW, THEREFORE, BE IT RESOLVED BY THE STATE BUDGET AND CONTROL BOARD that its approval be, and the same is hereby, given to the sale by The University of South Carolina to this Board, in its capacity as Trustee of the South Carolina Retirement System, of the issue of bonds described in the recitals hereof, at and for a price of par.

BE IT FURTHER RESOLVED BY THE STATE BUDGET AND CONTROL BOARD, in its capacity as Trustee of the South Carolina Retirement System, and in pursuance of the powers vested in it by Section 61-91, Code of Laws of South Carolina, 1962, that the proposal of the Trustees of the University to sell to said State Budget and Control Board, in its capacity as Trustee aforesaid, at a price of par, an issue of Three Hundred Fifty Thousand Dollars (\$350,000) of Student and Faculty Housing Revenue Bonds, Series of 1962, of the University of South Carolina, dated June 1, 1962, issued in the form of a single fully registered bond, and having such maturities and terms and conditions as hereinabove set forth; said issue to be secured in the manner set forth in the Resolution adopted by the Board of Trustees of the University of South Carolina on the 11th day of January, 1963,

entitled "A RESOLUTION MAKING PROVISION FOR THE ISSUANCE OF THREE HUNDRED FIFTY THOUSAND DOLLARS (\$350,000) OF STUDENT AND FACULTY HOUSING REVENUE BONDS, SERIES OF 1962, OF THE UNIVERSITY OF SOUTH CAROLINA, DATED JUNE 1, 1962, AND OTHER MATTERS RELATING THERETO", be and the same is hereby accepted.

BE IT FURTHER RESOLVED that upon the delivery of the said bonds to the State Treasurer of the State of South Carolina, for the account of this Board, in its capacity as Trustee aforesaid, payment of the purchase price of par therefor be immediately made without further action of this Board.

E N D