

MINUTES OF MEETINGS

SOUTH CAROLINA
STATE BUDGET AND CONTROL BOARD

1965-66

J. M. Smith, State Auditor, Secretary
July 1, 1965 to December 31, 1966

P. C. Smith, State Auditor, Secretary
January 1, 1966 to June 30, 1966

SOUTH CAROLINA
STATE BUDGET AND CONTROL BOARD

1965-66

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Governor Robert E. McNair, Chairman

Jeff B. Bates, State Treasurer

E. C. Rhodes, Comptroller General

Edgar A. Brown, Chairman of Senate Finance Committee

R. J. Aycock, Chairman of House Ways and Means Committee

J. M. Smith, State Auditor, Secretary
July 1, 1965 to December 31, 1965

P. C. Smith, State Auditor, Secretary
January 1, 1966 to June 30, 1966

MINUTES OF BUDGET AND CONTROL BOARD MEETING

AUGUST 2, 1965

- o -

The Budget and Control Board met in the Conference Room of the Governor's Office in the Wade Hampton Building, at 11:30 A. M., Monday, August 2, 1965. All members of the Board were present with the exception of Comptroller General E. C. Rhodes. Also present were Messrs. P. C. Smith and F. E. McEachern, Jr.

The following business was transacted.

PORTS AUTHORITY - Report on Operations

At the opening of the meeting Mr. James B. Moore, Chairman of the State Ports Authority, W. W. Johnson, Member, Mr. Luther Rosebrock, Comptroller and Captain C. G. Barr, Jr., General Manager, appeared before the Board and presented a report on affairs of the Authority.

Captain Barr, using a slide projector, showed a number of aerial photographs of the general area of Ports Authority facilities, particularly those in Charleston. Specific locations of the several units of the Authority operations in Charleston were pointed out with special emphasis on those areas where future expansion might be advantageous.

At the conclusion of the pictorial presentation, charts were shown giving financial data on operations of the Authority for the last few years and a projection of capital needs for both replacement and expansion contemplated for the next several years.

Following Captain Barr's remarks a general discussion of Ports Authority affairs was engaged in, with regard mainly to the projected capital needs and the proposed methods of financing additional facilities.

The objective in the appearance of Authority personnel before the Board was to present a current report on plans for the future now under consideration. No action was requested at this time and the report was accordingly received as information.

Luncheon - Governor's Mansion

At 1:00 P. M., following the report of the Ports Authority, the Board recessed and went together to the Governor's Mansion where they were joined by the following State Constitutional Officers as luncheon guests of Governor McNair.

Hon. O. Frank Thornton, Secretary of State
Hon. Daniel R. McLeod, Attorney General
Hon. Jesse T. Anderson, State Superintendent
of Education
Gen. Frank D. Pinckney, Adjutant General

Board reconvenes.

Following luncheon the Board reconvened at the Governor's Mansion where the following matter was heard.

PINE HALL-POMONA CORPORATION - Proposed Phosphate Mining Lease

At the last Board meeting it was reported by Mr. McEachern that following the newspaper advertisement of the prospective leasing of marshlands in Beaufort and Jasper Counties objections had been filed by several local parties.

On July 28, 1965, at the direction of Governor McNair, an open hearing was held on the matter in the General Services Building, 300 Gervais Street, at which both proponents and opponents of the proposed lease were heard. The Board was represented on this occasion by Attorney General McLeod, State Geologist Henry Johnson, Jr. and Messrs. F. E. McEachern, Jr. and P. C. Smith. About forty persons attended with the hearing extending over about three hours.

At this time the Board heard a report on the above hearing. Attorney General McLeod, Assistant Attorneys General Brandon and Spigner, State Geologist Henry Johnson, Jr., Dr. Robert Lunz and Mr. James W. Webb, of the Wildlife Resources Department, were present for the report and discussion.

Mr. McLeod reviewed the background of State leases for phosphate mining previously executed in these two counties. Pine Hall-Pomona Corporation has acquired certain ten year leases providing for exploration and mining activities, executed in 1963, and under which the entire marshland area of Beaufort and Jasper Counties

is included. The Company now proposes to enter into active mining operations but desires a new twenty-five year lease to aid them in obtaining the financing necessary to operate on the scale proposed. It was indicated that approximately \$10,000,000.00 of investment in mining equipment will be necessary to carry on operations.

In negotiating with Company officials the past few days Mr. McLeod stated that the area to be covered in the proposed lease will be confined to a particular tract involving an estimated 30,000 acres, located in the vicinity of Whale Branch, Huspa Creek and Coosaw River. A map was shown indicating this particular area. A legal description of boundries has been prepared for inclusion in the proposed lease.

Terms of the proposed lease were reviewed by Mr. McLeod with particular reference to rate of royalties and other payments that would be made to the State, the effect of mining operations on wildlife, oyster and shrimp operations and the reclamation of mining areas after operations have ceased in each location.

Assistant Attorney General Spigner had been sent to Florida to observe and obtain information on phosphate mining and presented for the Board's information a number of photographs showing operations being carried on in that State.

In this connection the Board noted that several persons had opposed the proposed lease because of the probable adverse affect on adjoining property values.

Mr. Henry Johnson, State Geologist, gave the Board a report on the approximate extent and value of mining deposits in this general area. He indicated some doubt as to whether or not a profitable phosphate mining operation could be expected. He described mining prospects as marginal.

At the conclusion of the above reports the Board agreed that further study of the matter was needed before rendering its decision and no action was therefore taken at this time.

Dr. Robert Lunz and Mr. James Webb were requested to survey wildlife interests in the area of the proposed 30,000 acre tract and to report back to the Board later.

After hearing the above matter the Board returned to the Conference Room of the Governor's Office and continued in session with Governor McNair, Senator Brown and Mr. Bates in attendance, and Messrs. Furman McEachern and P. C. Smith.

During this part of the meeting Governor McNair was frequently called out of the room on other matters requiring his attention.

FEDERAL BUREAU OF YARDS AND DOCKS - Lease Granted

At the request of the Federal Bureau of Yards and Docks the Board approved the leasing of approximately 55 acres of tideland area on the East bank of the Cooper River for use in connection with the Fleet Ballistics Missile Replenishment Facility now under construction. The lease will provide for a consideration of \$1.00 per year and is to be executed on a one year basis with provision for annual renewals to June 30, 1970.

HIGH HILL DRAINAGE DISTRICT - Terms of Board

The Board agreed to extend the terms of office of the Board of Supervisors of High Hill Drainage District, in Florence County, from August 11, 1965 to August 24, 1965 to coincide with the date of the annual meeting of the said Board.

DEPARTMENT OF CORRECTIONS - Additional State-Owned Automobile Approved

The Board approved the purchase of an additional automobile for use by the Department of Corrections in the operation of the new Youth Correctional Center in Berkeley County.

STATE SINKING FUNDS - Disbursement Procedures

The Board authorized Mr. McEachern to confer with the Comptroller General and State Treasurer regarding a proposal to make disbursements of State Sinking Funds through the Comptroller General's office rather than by direct check of the State Treasurer as is the present practice.

SINKING FUNDS NOTES - Jefferson School District No. 5 of
Chesterfield County

Mr. McEachern reported to the Board that Jefferson School District No. 5 of Chesterfield County is in arrears on two Sinking Funds Notes. School District authorities have requested that the Board approve an extension of maturities as follows:

(1) On the Note of July 3, 1962, in the original amount of \$10,000.00 and on which a balance of \$7,497.78 is now due, annual payments of \$1,000.00 are proposed until the Note is paid in full.

(2) On the Note of May 7, 1962, in the original amount of \$8,000.00 and on which a balance of \$6,400.00 is now due, annual payments of \$1,280.00 are proposed until the Note is paid in full.

The Board approved acceptance of the above terms.

STATE OFFICE BUILDINGS - Rates of Rental Charges

Mr. McEachern, in compliance with Section 93 of the 1965-66 General Appropriation Act, recommended approval of the following square foot rental charges for occupancy of the following State Office Buildings.

<u>Building</u>	<u>Amount per sq. ft. per year 1965-66</u>
Rutledge Building (1429 Senate Street)	\$ 4.03
Sims Building (State Board of Health)	2.85
Hampton Building	1.92
Calhoun Building	2.15
Thomas Heyward, Jr. Building (1001 Main Street)	1.83
Thomas Lynch, Jr. Building (1015 Main Street)	2.22
Arthur Middleton Building (300 Gervais Street)	3.55

The Board approved the above charges as recommended by Mr. McEachern.

PERMANENT IMPROVEMENTS

1. State College

New Girls' Dormitory	-	\$500,000.00
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The 1965 General Assembly authorized the issuance of \$2,000,000.00 of Housing Revenue Bonds by State College for construction of dormitories. Under this authorization the College is requesting the Board's approval of the construction of a new girls' dormitory designed to accommodate 142 students, at an estimated

cost of \$500,000.00.

The College submitted projected housing revenue schedules indicating its capacity to cover a \$500,000.00 Housing Bond issue by 125% as required by the Board.

The request was approved.

2. Whitten Village

Renovation of Facilities - \$ 25,000.00

At the request of Whitten Village authorities the Board approved an additional expenditure of \$25,000.00 for renovation of existing facilities. Financing of the project will be through the issuance of State Notes as now authorized for Whitten Village.

3. Winthrop College

New Girls' Dormitory - \$1,360,000.00

Winthrop College authorities requested the Board's approval for the construction of a new 8 story girls' dormitory designed to accommodate 400 students. This facility is needed to house additional students anticipated for the year 1965-1966 and thereafter.

The Board noted that the 1965 General Assembly authorized the issuance of \$1,360,000.00 of Winthrop College to finance this project. College authorities submitted projected housing revenue schedules indicating its capacity to cover this bond issue. Although the projection falls slightly below the 125% coverage normally required by the Board, it was felt that prospective enrollment growth justified approval.

4. Winthrop College

Improvements to Utilities System - \$ 110,000.00

Winthrop College authorities requested the Board's approval to make certain improvements to existing electrical and water distribution systems on the campus. It was pointed out that recent additions to buildings and other facilities on the campus have made these improvements necessary.

Financing of the project will be by the issuance of \$110,000.00 of State

Institution Bonds. Revenue schedules presented by the College indicated its capacity to cover an issue of this amount.

The request was approved.

5. Ports Authority

Grain Elevator Expansion, Phase I - \$ 125,000.00

The Ports Authority requested the Board's approval of an expenditure of \$125,000.00 to make certain modifications in its grain elevator facilities. The proposal involves the first phase of a larger project for which the 1965 General Assembly authorized a bond issue of \$2,500,000.00.

The Authority proposes to advance \$125,000.00 of its operating funds for this initial project, to be ultimately replaced from the proceeds of the above authorized bond issue.

The request was approved.

6. University of South Carolina

Addition to Russell House - \$ 170,000.00

On December 15, 1964 the Board approved the construction of an addition to Russell House at the University of South Carolina at an estimated cost of \$450,000.00.

The University recently received bids on this project and now finds that the low bid is substantially above the amount approved. An additional \$170,000.00, increasing the approval to \$620,000.00, now appears necessary and the Board's approval of this increase is accordingly requested.

In connection with the request the University authorities stated that the project has been reviewed in detail by the building committee of the Board of Trustees and a thorough study has been made of the necessity of additional funds. It was found that building costs in the Columbia area have risen substantially in recent months since the project was originally proposed, and that the experience of the University in this instance is rather common in this area.

The Board approved the requested increase.

- 8 -

No further business was considered and the meeting adjourned at 5:30

P. M.

AGENDA MATERIALS
AND SUPPORTING DOCUMENTS
FOR THE MEETING OF
AUGUST 2, 1965

July 27, 1965

TO MEMBERS OF THE BUDGET AND CONTROL BOARD

Gentlemen:

Enclosed is a resume of items to be presented for the Board's consideration at the meeting scheduled for Monday, August 2, at 11:30 A. M., in the Governor's Office.

Very truly yours,

P. C. Smith
Assistant State Auditor

PCS/fuj

Enclosure

AGENDA

BUDGET AND CONTROL BOARD MEETING

11:30 A.M. - Monday

August 2, 1965

GOVERNOR'S OFFICE

- o -

PERMANENT IMPROVEMENTS

1. State College
Girl's Dormitory \$ 500,000.00

The project consists of a new three story girl's dormitory designed to accommodate 142 students. The College states that normal increases of recent years have gone beyond the capacity of existing facilities to accommodate the number desiring rooms on the campus. A number of students are now living in quarters off campus.

The 1965 General Assembly authorized State College to issue \$2,000,000.00 of College Housing Revenue Bonds for dormitory construction. The dormitory proposed herein is the first phase of the construction program contemplated under this bond authorization.

The College has submitted revenue figures to indicate that dormitory rental for existing facilities will more than exceed the 125% revenue coverage required by the Board for housing obligations.

2. Whitten Village
Renovation of Facilities 25,000.00

About three years ago Whitten Village began a program of renovation of the older buildings on the campus. The Board has previously approved the expenditure of \$350,000.00 for this program as it has progressed.

Authorization to expend an additional \$25,000.00 is now requested. Our engineering personnel has looked into the proposed renovations and recommends approval of the request.

This project will be financed by the issuance of State Notes authorized for Whitten Village for capital improvement purposes.

3. Winthrop College
Girl's Dormitory 1,360,000.00

Winthrop is proposing the construction of a new H-story girl's dormitory designed to accommodate 400 students. The need of this facility is to take care of a continuing increase in student enrollment.

The 1965 General Assembly authorized the issuance of \$1,360,000.00 of College Housing Revenue Bonds to finance this project.

AGENDA

BUDGET AND CONTROL BOARD MEETING

11:30 A.M. - Monday

August 2, 1965

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The 1965 General Assembly authorized the issuance of \$1,360,000.00 of College Housing Revenue Bonds to finance this project.

4. Winthrop College

Improvements to Utilities System

\$ 110,000.00

During recent years dormitories and academic buildings at Winthrop have been expanded from time to time. A new Student Union Building is now under construction across Oakland Avenue opposite the main campus area. These additional facilities have made it necessary to make certain changes in water and electrical distribution systems on the College property.

The Board is asked to approve the expenditure of \$110,000.00 to make modifications in the utilities system. The project would be financed by the issuance of State Institution Bonds. The College has demonstrated its revenue capacity for the issuance of these bonds.

5. Ports Authority

Grain Elevator Expansion - Phase I

125,000.00

The proposed project consists of "modification of silo filling building to allow addition of another conveyor belt and tripper. Also, necessary connections for handling equipment".

The proposed is "to allow simultaneous unloading of rail cars and tanks".

The Authority is requesting approval of this project at this time in order that it may be completed prior to the beginning of the soy bean season which begins around October 1.

It is proposed that the project be financed initially by an advance out of General Operating Funds of the Authority, to be replaced out of the proceeds of bonds authorized by the 1965 General Assembly for construction of a grain elevator.

Mmr. y L. G.

Burill Jones Addition

450 - 620,000

170,000

Budget Schedule

Sumner
64201

B & C Rd

8-2-65

11:30

Rucker absent

PCS, 7 M.

Buts - Prou, Johnson, Moore, Rosebrook

Bar -

Subjects - ~~Statistical~~ -

- 1) Preliminary review of facilities at Charleston
 - 2) Statistical description of operations
- Admin. needs - \$, 985,000

Exp. necessary
Possible

1:00 Lunch - Court. Office

Bar

M. C. Lord, Brandon, Webb, Johnson, Lenz, Spigum

Pine Hall - Panama

Complaints - Hearings

M. C. Lord -

Now - 10 year lease 1963

Want Agreement [New lease - 25 years]

30,000 acre tract agreed on

Wildlife

Recreation

Sum of lease - Property

Johnson - Geol. prospects - marginal possibilities

Webb - Proposed certain provisions to protect WW life -

Lamy -

Conflict of sulfur & phosphate operations - same area.

Program Report - Atty Gen, et al continue
Horne wants to be heard.

Ports Authority - Report

Capt Angus Macrae, using a slide projector, showed a number of aerial photos of the gear area of Ports Auth facilities, particularly those on Charleston. Specific locations of the several units were pointed out, ~~with comments~~ ~~superior to those conditions~~ with emphasis on those areas where future expansion might be advantageous.

At the conclusion of the pictorial presentation, charts were shown ~~illustrating~~ ~~presenting~~ giving financial data on operations of the Auth. the last four years, ~~with projection~~ ~~of projected capital needs of the~~ and a projection of capital needs for both replacement and expansion for the next several years.

Col Capt Macrae's remarks, a gen discussion of Ports Auth affairs was engaged in, with regard mainly to ~~the~~ projected capital expenditures and means of financing add'n facilities.

The purpose of the appearance of Auth personnel was to present a report to the Pol. on plans now under consideration. No action was requested at this time, & the report was accordingly received as info.

(2)

Lansdowne - Governor's Mansion

At 1:00, the Bd recessed and went together to the Governor's Mansion, where they were joined by the just back from an afternoon guests of Gov M^r Hain: S.F. Stanton, Sam R McE, Jace & Anderson, Frank Rushmore.

Board Recommends

After lunch, the Bd reconvened at the Governor's mansion, where the job matter was heard.

Pine Hall - Pampa Corp. - Prop. Phosphate mining lease.

At the last Board meeting, it was reported by Mr. M^r Carlson that, following the ~~unsuccessful~~ ^{unsuccessful} advertisement of the proposed leasing of marshlands in B & J Cos, ~~several~~ objections had been ^{received} by local parties. On July 28, at the direction of Gov M^r Hain, an open hearing was held in the Gov Sec. Bldg, 300 Governor St, at which both proponents & opponents of the proposal were heard. The Board was represented by Atty Gen D R M, State Geol H J, & Messrs J M & P C S. About 40 persons attended, with the hearing extending over about 3 hours.

The Board heard a report on the matter at this time. Atty Gen D R M, Asst. Atty Gen Morrison & Spigler, St. Geol. H. J., Dr. Robt Long and Mr. Geo. Webb of the W & R Dept were present for the report & discussion.

(C)

several ~~complaints from those opposing the lease~~ ~~complaints~~
persons had opposed the lease because of the probable adverse
effect on adjoining property values.

~~At the conclusion of the above~~

Mr. H. J. St. Ger, gave a report on the apparent
extent and value of mineral deposits in this area. He
indicated some doubt as to whether or not a profitable
phosphate operation could be expected. He described ~~the~~
mining prospects as marginal.

At the conclusion of the above report, the Bd agreed that
further study of the matter was needed before reaching a decision,
and no action was taken. Mr. Jas. Webb & Mr. Ralph King
were assigned to survey wildlife interests in the ^{proposed} 20,000 tract
& to report back to the Bd. later.

After leaving the above matter, the Bd. returned to the
Conf. Room of the Gammas Dye, and sat in session with
Gen. Brown & Bates in attendance, & Messrs M.E. & P.C.S.
also present



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

July 29, 1965

Memorandum to Budget and Control Board Members:

I am attaching a copy of the agenda items which will be presented at the meeting on August 2, 1965.

Yours very truly,

F. E. McEachern, Jr.
Director

ls

Attachment

CC: Mr. J. M. Smith
✓ Mr. P. C. Smith

STATE BUDGET AND CONTROL BOARD
DIVISION OF GENERAL SERVICES
AGENDA ITEMS

Meeting of August 2, 1965

1) Execution of Deed to Altrusa Club of Florence

In accord with Act 339 of 1965 and previous action of the Budget and Control Board, it is requested that the Deed for real estate in Florence be executed in favor of the Altrusa Club of Florence.

- 2) The Bureau of Yards and Docks wishes to obtain approximately 55 acres of tidelands on the east bank of the Cooper River across from the U. S. Naval Ammunition Depot. These lands are required to meet safety criteria in connection with the Fleet Ballistics Missile Replenishment Facility now under construction.

The Office of the Attorney General recommended a one dollar per year Lease with option to renew in lieu of condemnation proceedings extinguishing the State's title to this land. The Government proposes a Lease to June 30, 1970, and provides that no structures will be erected and it will be subject to navigation, fishing and other public rights. Dr. Robert Lunz offers no objection to the Lease.

It is recommended that the Board execute this Lease.

*Annual
Renewal 4/1 by 4/1
to 6-30-70*

3) Board of Supervisors - High Hill Drainage District

On December 16, 1964, the Board appointed a Board of Supervisors for High Hill Drainage District to serve until August 11, 1965 which is the date of the next annual meeting. The Board has set August 24, 1965 as the date for the meeting, and has recommended that the term of office of each member of the Board be extended through that date, when the Board will be selected in accord with other provisions of the law.

4) Purchase of State-owned Automobile

Mr. Ellis C. MacDougall, Director of the Department of Corrections, has requested approval to purchase an automobile of the Chevrolet Biscayne class for use in the motor pool operation at the Youth Correctional Center in Berkeley County. It is recommended that this request be approved.

- 5) It is recommended that the present method of paying Sinking Fund obligations by warrant through the State Treasurer's Office be discontinued and that Sinking Fund payments be made through Comptroller General warrants in accord with procedures used by other agencies. It is further recommended that ordinary claims be paid by Comptroller General warrants. Purchase of bonds and securities will be made with State Treasurer's check purchased by Comptroller General warrant to avoid non-par charges by out-of-state banks. This procedure would place payments by the Sinking Funds on a basis uniform with that of other agencies. A uniform procedure

- 5) will aid both the Comptroller General and the State Treasurer in keeping their accounts.
- 6) Mr. Garlin Hicks, Superintendent of Chesterfield County School District #5, has submitted for the Board's approval the following payment schedule to be made from an additional tax levy in the district on Notes to the Insurance Sinking Fund:

Note dated July 3, 1962 -----\$10,000

Principal balance unpaid \$7,497.78

Proposed payment of \$1,000 per year on principal, plus interest, on February 12, 1966 and yearly thereafter until paid.

Note dated May 7, 1962 -----\$ 8,000

Principal balance unpaid \$6,400.00

Proposed payment of \$1,280.00 per year on principal, plus interest, on April 12, 1966 and yearly thereafter until paid.

It is recommended that this schedule of payment be approved.

7) Rental Charges for Space in State Office Buildings

In compliance with Section 93 of the 1965-1966 Appropriations Act, the following rental charges, calculated on a square-foot basis, are established for State agencies occupying space in the following State-owned buildings:

<u>Building</u>	<u>Amount per sq. ft. per year 1965-66</u>
Rutledge Building (1429 Senate Street)	\$ 4.03
Sims Building (State Board of Health)	2.85
Hampton Building	1.92
Calhoun Building	2.15
Thomas Heyward, Jr. Building (1001 Main Street)	1.83
Thomas Lynch, Jr. Building (1015 Main Street)	2.22
Arthur Middleton Building (300 Gervais Street)	3.55

In arriving at the total square feet assigned to an agency, corridors and general-purpose areas are not included except where such corridors or areas are entirely within the area assigned to an agency.

It is recommended that these rental charges be approved.

- 8) Attached is a summary report showing space assignments for State agencies for the current fiscal year. In accord with this summary, it is recommended that funds be provided to maintain the Insurance Department and the Contractors' Licensing Board in present quarters for the current fiscal year.
- 9) Discussion of Meeting Held 7/28/65 - In Re: Phosphate Leases, Beaufort & Jasper Cos.

It is recommended that the Lease be amended to delineate the area involved, and that the Lease be executed.

SPACE ASSIGNMENTS - STATE OFFICE BUILDINGS

July 26, 1965

Occupancy of the Rutledge Building has clarified and crystalized space assignment needs for State agencies. This Division worked on the assumption that all agencies could be housed in State-owned buildings during the current fiscal year as the Rutledge Building and the Sims Building are completed. While it may be possible to accomplish this purpose, such action will result in undesirable situations which will impair administrative and operational efficiency. A building-by-building analysis illustrates the need to reserve space for growth which is now taking place.

RUTLEDGE BUILDING

The Rutledge Building contains approximately 85,000 square feet of office space. When allocations were confirmed to agencies on February 3, 1965, there remained approximately 4,000 square feet unassigned. Increased demands since that time have reduced the vacant space to approximately 1,500 square feet. Agencies now in the building have space needs which considerably exceed the available offices.

The Industrial Commission has already added personnel which will require two offices. The Department of Education does not have adequate space for the Audio-Visual Aids program. It is anticipated that 20 additional employees will be hired within the next year, and this does not take into account the funding of the President's Education Program which is now before Congress.

The Department of Public Welfare now has its Merit System Testing Program in temporary quarters because the space assigned was inadequate for all its services. Alcoholic Rehabilitation requires at least one office for mimeograph, multigraph and storage.

There is an area on the 13th (mechanical) floor of about 2,600 square feet which was originally designed as an air-exchange area. Ducts were provided which eliminate the air exchange, but there is no heat or air conditioning in the room. Heating and air conditioning can be supplied for approximately \$14,000 which would enable use of the area for printing service and storage. No tile would be provided on the floor, nor would the room be sub-divided into smaller units.

CALHOUN BUILDING

When the Board of Health Building is completed, this building will be occupied entirely by the Tax Commission. This space will be adequate for five or six years, provided no new major tax programs are passed by the General Assembly.

*WADE HAMPTON BUILDING

Space requirements exceed the capacity of the building by several thousand feet. An area of about 3,200 square feet is being reserved on the second floor for the Secretary of State. If the Office of the Governor can be returned to the State House, and the Secretary

placed in this location, the space relieved would go far toward meeting present needs but will not provide for the five-year projection of space needs for the State Development Board. The Department of Agriculture is not being assigned more space at present, although additional space has been requested for their administrative offices and laboratory.

THOMAS LYNCH BUILDING
(1015 Main Street)

Present space assignments provide approximately 1,500 square feet of space for growth. The Wildlife Resources Department has, however, notified the Division that the Outdoor Recreation program is larger than was anticipated and that three additional offices will be required immediately. This will leave only 700 to 800 feet of unassigned space in this building.

ARTHUR MIDDLETON BUILDING
(300 Gervais Street)

There is an area of approximately 1,500 square feet which can be made into office space at minimum expense by completing partitions, lighting and air conditioning in the area.

THOMAS HEYWARD BUILDING
(1001 Main Street)

It had been planned to remove the Children's Bureau to the Wallace Apartment Building and to assign all of the space in the Thomas Heyward Building to the Insurance Department and the Retirement System. This would also require relocation of the Soil Conservation Committee, Industrial Schools' Board, Mental Retardation and the Board of Health Merit System. The space is not adequate, however, to house the entire Insurance Department office, and it would be necessary to place some of its units in other buildings.

The Contractors' Licensing Board is presently located in rented space at 1628 Laurel Street at a rental of \$1,800 per year. At this time it appears that it will not be possible to relocate this agency in a State-owned building.

RECOMMENDATIONS

It is recommended that funds be provided during the current fiscal year to permit the Insurance Department to remain at its present location at a cost of approximately \$32,000. To do so will provide growth space for the immediate future as follows:

Rutledge Building - 1,500 square feet (an additional 2,600 square feet of usable space can be provided in the building for an expenditure of about \$14,000). It may be possible to utilize this amount out of the six and one-half million dollar loan if we can conserve expenditures on other buildings.

Calhoun Building - None

Hampton Building - 2,000 square feet which will apparently be absorbed as a part of the 13,000 square feet need projection of the State Development Board during the next five years.

Thomas Lynch Bldg. 800 feet

Middleton Building 1,500 square feet

Thomas Heyward Bldg. 11,000 square feet. If it is desirable to do so, it might be possible to remove the administrative offices of the State Library Board from the Cornell Arms to 1001 Main Street until the new building is completed about two years from now.

WALLACE APARTMENT BUILDING

In a previous recommendation, approval was granted to renovate the Wallace Apartment Building for use as office space. It is now recommended that minimum repairs be made to the roof and that this building be readied for overflow of service-type operations (printing, supply, etc.) from the Rutledge Building.

*Since this report was written, the State Agency of Vocational Rehabilitation has requested an additional 700 or 800 square feet of office space in the Hampton Building.

At a hearing in Columbia, July 28, 1965, on the matter of the Pine Hall-Pomona Corporation mining and exploration lease, it appeared evident that if the operation was carried out in the proper manner, oyster lands leased by the Division of Commercial Fisheries would suffer relatively little damage. The Pine Hall-Pomona Corporation officials state at this hearing that they anticipated using but a very limited amount of marshland. Most of this would be in the vicinity of Whale Branch, Huspa Creek, and Coosaw River.

If Section 18 of the lease is amended, as suggested by the Attorney General, to include the phrase "as the Lessor may require" in the first part of the first sentence, I believe that the oysters can be protected.

However, the last part of Section 22 of the lease should be rewritten or deleted since in its present form it does not give any assurance that the marsh lands will be restored. It would be restored only if this is reasonably possible in the exercise of good acceptable conservative mining practices. Who defines this and what are they? It seems doubtful, after reviewing the proposed methods of operation of the Lessee, that it will be possible to restore the surface of all the used land to its former condition, which is to say production of marsh in the marsh lands area.

Yet the removal of the marsh is the one thing which will have adverse affects on recreational and commercial fisheries. At some time during their life cycle 98% of all the State's fisheries must have marsh land for their well being. Marsh is the nursery ground and supplies the basic food on which all but a fraction of our fish and fisheries depend.

No one seems to know how much marsh land there is in Beaufort and Jasper Counties. Council for the Corporation states that there are between 250,000 and 300,000 acres. The Lessee has stated he needs only 100 acres a year and would want the operation to continue for 25 to 30 years. Then he would use a total of 2,500 to 3,000 acres. If each 100 acre section is used up and if a substantial portion (at least 75%) of it is immediately restored, then the amount of marshlands subtracted from fisheries production should not exceed 300 acres in any one year, plus an accumulating 25 acres a year

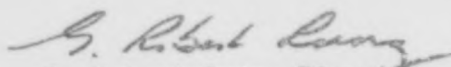
for unrestored marsh lands (allowing 1 year for mining, 2 years for restoring and regrowth of marsh).

Assuming that the acreage estimates are accurate, then mathematically 1/1000 of the recreational and commercial fisheries of Beaufort and Jasper counties would be sacrificed each year. In the interest of the overall economy of the counties the fisheries could afford to give up this amount.

It would require the service of the Attorney General's office to rewrite Section 22 to ~~xxxxxx~~ secure restoration of the marsh lands. From a practical management point of view the amended section should read to insure that immediately upon completion of mining in any one lagooned section in marsh areas where the salinity of the water is more than 5 parts per thousand* and not to exceed 100 acres, the Lessee should restore the surface of the ground so that at least 75% of the area would be at an elevation not lower than 6 inches above mean tide ($\frac{1}{2}$ the distance between ordinary high water and ordinary low water) and not higher than 50% of the difference between mean tide and ordinary high water.

If the Sections in the lease as commented on above are modified, particularly to include restoration of the marsh under Section 22, then I believe that the marine fisheries of the State would not suffer sufficient loss to deny the Pine Hall-Pomona Corporation the lease.

* In tidal marshes where salinity is lower than 5 parts per thousand, the Game Department would have primary jurisdiction. They may want the method of restoration to be more advantageous to wildlife rather than marine fisheries.


G. Robert Lunz, Director
Bears Bluff Laboratories
Division Commercial Fisheries



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

FURMAN E. McEACHERN, JR.
DIRECTOR

Mr. P. C. S.

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

July 22, 1965

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

Dear Mr. Smith:

The following is the letter sent to each person who wrote protesting the granting of phosphate leases to the Pine Hall-Pomona Corporation:

// In response to an announcement in local newspapers, you have expressed an interest in the proposed mineral leases in Beaufort (and/or Jasper) County. The State Budget and Control Board has directed this office with the Office of the Attorney General to hold a meeting for a general discussion of the matter.

You are invited to be present at the meeting which will be held at 11 a.m. on Wednesday, July 28, in Room 105 at 300 Gervais Street in Columbia. You will be given an opportunity to express your views regarding the proposed leases at that time. //

Yours very truly,

F. E. McEachern, Jr.
Director

FEMjr/lr

CC: Mr. P. C. Smith



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
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Yours very truly,

Furman
F. E. McEachern, Jr.
Director

FEMjr/lc

✓ CC: Mr. P. C. Smith

*Pat - We are invited to lunch at the
Governor's Mansion following the B+C Bd.
meeting Aug 2 -*

7

678

HARVEY, HARVEY & BATTEY

ATTORNEYS AT LAW
1001 CRAVEN STREET
P. O. DRAWER 1086

BEAUFORT, S. C. 29903

JACKSON 4-3105

July 2, 1965

W. BRANTLEY HARVEY
W. BRANTLEY HARVEY, JR.
COLDEN R. BATTEY, JR.

RECEIVED

JUL 6 1965

DIVISION OF
GENERAL SERVICES

Director of the Division of General Services
300 Gervais Street
Columbia, South Carolina

Re: Pine Hall Pomona Corporation,
Greensboro, North Carolina

Gentlemen:

I represent Mr. Leslie C. Rankin of Coosawhatchie, S. C., who has asked that I write you and express his views concerning the proposed lease between the State of South Carolina and Pine Hall Pomona. It is my understanding that Pine Hall Pomona has applied to the State for the right to explore, dig, mine and remove phosphate rock and phosphatic deposits from all creeks, streams, waters and marshes belonging to the State in Jasper County.

In August of 1963, I prepared a mineral lease which was executed by Mr. Rankin and Pine Hall Pomona, whereby Pine Hall Pomona was given the right to explore and mine phosphate and other minerals from Mr. Rankin's property upon the payment of an annual rental fee and a royalty on the minerals mined. Similar leases were executed with many of Mr. Rankin's neighbors. It is my understanding that Pine Hall Pomona's explorations indicate a large deposit of phosphate and other minerals throughout Jasper County. It was anticipated by Mr. Rankin and other landowners that this discovery would be advantageous both to them and to Pine Hall Pomona and that an important new industry would be established in Jasper County. It now appears that Pine Hall Pomona is interested in mining these deposits on State owned property, thereby depriving individual property owners of any royalties that they might make on minerals mined on their property. While I fully recognize Pine Hall Pomona's right to

Director of the Division of
General Services

-2-

July 2, 1965

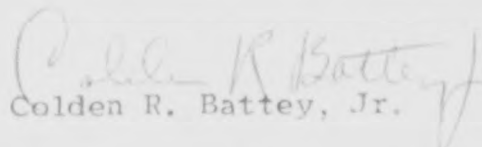
Re: Pine Hall Pomona Corporation

explore and mine in any location it sees fit, I do not believe that the State should make mineral deposits available to Pine Hall Pomona when these deposits are available on private property and, in fact, mineral leases have been in effect for two years in many cases. It is my belief that the State exists to protect and aid it's citizens and that economic competition between a State and it's citizens should not be permitted.

I would appreciate it very much if you would let me know if a public hearing is to be held on this matter and if you would keep me advised of the Board's actions.

Yours very truly,

HARVEY, HARVEY & BATTEY


Colden R. Battey, Jr.

CRBjr/mp

cc: Mr. Leslie C. Rankin
Coosawhatchie, S. C.

Ridgeland, S.C.

June 30, 1965

Director
Division of General Services
300 Gervais Street
Columbia, S.C.

Dear Sir:

Re: Phosphate Leases, Jasper County.

As a citizen of South Carolina, with an interest in preservation of the present and future natural resources, I object to the leasing of state tidal lands, and marshes for mining purposes.

I do not believe state officials are aware of the serious consequences that will most likely occur from mining tidal waters and marsh lands. Dr. G. Robert Lunt, Marine Biologist, has on many occasions informed the people of South Carolina that marshlands are vital to fish and wildlife. Many species of fish and shrimp depend on the marsh to spawn. For each acre of marsh that is destroyed we can expect less fish and shrimp to be harvested the next season.

Silting of mud will pollute our virgin waters, and destroy present industries such as oysters, shrimp, crabs, and recreation. True oyster, shrimp and crab industry may not be large as compared to other. However once it is destroyed we cannot create them again. The recreation enjoyed by many cannot be estimated in monetary values.

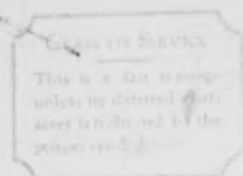
It would be well for state officials to take a long look at other states that have had their streams destroyed, and sacrificed for industries. Surely we need to leave our children, and grandchildren some assurance that they can enjoy some of the recreation we have enjoyed in the past. What good is industry if it will destroy the recreation we seek on our time off.

I beg of you to reconsider leasing of state lands for the purpose of mining, and to preserve this lands and rivers for commercial fishing of oysters, and recreation facilities for the people of South Carolina.

Very truly yours,

Rudolph L. McCormack

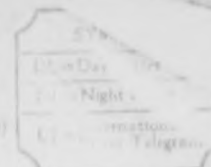
Rudolph L. McCormack



WESTERN UNION TELEGRAM

W. F. MARSHALL, President

21-1201 (4-50)



The time here shown on all dispatches on domestic telegrams is LOCAL TIME at point of origin. Time of receipt is LOCAL TIME at place of destination.

609A EST JUL 6 65 AA013

CTA037 CT LLS24 NL PD 5 EXTRA CINCINNATI OHIO 5

DIRECTOR DIVN OF GENERAL SERVICES

300 GERVAIS ST COLUMBIA SOCAR

AS A PROPERTY OWNER OF 950 FEET ON LUCY POINT CREEK BEAUFORT
I STRENUOUSLY OBJECT TO GRANTING A LEASE TO PINE-HALL POMONA
CORP FOR PHOSPHATE MINING BEAUFORTS RIVERS AND MARSHES THIS
WOULD DESTROY FOR MANY YEARS THE NATURAL BEAUTY OF THE AREA
THEREBY MATERIALLY

REDUCING PROPERTY VALUES FURTHERMORE IT WOULD REDUCE OR
DESTROY CRABBING AND OYSTERING SHRIMPING AND FISHING FROM WHICH
PEOPLE MAKE A LIVING AND DERIVE PLEASURE IT SEEMS UNTHINKABLE
THAT FOR MARGINAL AMOUNT OF PHOSPHATE A. COMPANY WOULD SET BACK
BEAUFORTS WATERFRONT DEVELOPMENT FOR MANY YEARS WHILE NOT YET
A RESIDENT BUT SOON TO BE I SINCERELY HOPE THE BOARD WILL TURN
DOWN THIS APPLICATION

CLASS OF SERVICE

There is a fast message unless its deferred character is indicated by the proper symbol.

WESTERN UNION

TELEGRAM

W. P. MARSHALL, President

SP-1201 (4-60)

SYMBOLS

DL = Day Letter

NL = Night Letter

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2

R Q WHITNEY 7225 MEADOWBROOK DRIVE CINTI 37

950.

683

THE GLIDDEN COMPANY

900 UNION COMMERCE BUILDING

PAUL D. HURSH
VICE PRESIDENT

CLEVELAND 14, OHIO

June 23, 1965

Director
Division of General Services
300 Gervais Street
Columbia, South Carolina

Dear Sir:

We are much concerned over a notice in the BEAUFORT GAZETTE on June 17, 1965, that the Pine-Hill Pomona Corporation has applied for a permit to explore, dig, mine, and remove phosphate rock and phosphatic deposits from all navigable waters in Beaufort County.

We have just completed a retirement home and guest cottage fronting on Factory Creek, Lady's Island, presently are planning to construct a floating dock, and expect to become permanent residents in December of this year.

Among the things which attracted us to Beaufort were the quiet protected waterways and unspoiled shores of the islands along the coast; and anything, such as phosphate mining, in the waterways will detract from the beauty and shore lines which influenced us and, I'm sure, many more in the future, from selecting Beaufort as a permanent future home.

Therefore, I urge you to reject this application and, thereby, leave undisturbed the waterways which are now and will be high-class residential properties and a permanent source of income to the Beaufort area.

Very truly yours,



PDH:MFK

Copy to Mr. A. P. Hewlett



BUIST, BUIST, SMYTHE & SMYTHE
ATTORNEYS AT LAW

GEORGE L. BUIST
HENRY BUIST
AUGUSTINE T. SMYTHE, JR.
HENRY B. SMYTHE
THOMAS G. BUIST

30 BROAD STREET
TELEPHONE 722-8379

CHARLESTON, S. C.

P. O. BOX 313

July 2, 1965

RECEIVED

JUL 6 1965

DEPT. OF
GENERAL SERVICES

Director
Division of General Services
300 Gervais Street
Columbia, South Carolina

Dear Sir:

This firm represents several persons who own tidelands in Beaufort County, South Carolina.

We have seen a public notice in the Beaufort Gazette to the effect that on or after July 2, 1965, the State Budget and Control Board is to take action on an application by Pine-Hall Pomono Corporation for a lease, granting it certain rights with respect to all of the streams, waters and marshes belonging to the State in Beaufort County.

In view of the unsettled state of the law in South Carolina with respect to the ownership of lands between mean high water mark and mean low water mark, on behalf of our clients we protest the granting of any such lease, because it would be entirely uncertain as to what lands it covered.

It could lead to having the lessee assert rights with respect to privately held lands in Beaufort County, putting a burden on the owners of such lands.

Equally important, since the State Budget and Control Board cannot possibly know what lands the State does in fact own in Beaufort County, it cannot intelligently value such a lease.

In addition to this written protest, we request an opportunity to appear and be heard by the Budget and Control Board before it passes upon this application, and would appreciate your advising us when we might be heard.

Yours very truly,

BUIST, BUIST, SMYTHE & SMYTHE

BY:

Augustine T. Smythe Jr.
Augustine T. Smythe, Jr.

ATSJr./ee

685

RECEIVED

JUL 6 1965

DIVISION OF
GENERAL SERVICES

Director
Division of General Services
300 Gervais Street
Columbia, South Carolina

Dear Sir:

I notice in the 1 July issue of the Beaufort Gazette that you have an application from a North Carolina Corporation for leasing of all Beaufort County waters for the acquisition of phosphate rock. Without knowing any more of the details I am most certainly against this and register an objection.

My basis for dislike of this operation is based on it being a possible detriment to our shrimp crop and fishing. In addition it would possibly be a nuisance factor to waterfront land owners, of which I am one.

I am a vice president of the Beaufort County Chamber of Commerce and thus am cognizant and interested in the development of commercial enterprises. However, not at the expense of other things which are very important to us in this area and are already all-too-often violated. Unless this operation is strictly confined and regulated I would imagine it might do Beaufort County more harm than good.

Sincerely yours,


J. B. Heles

JBH:smf

LAW OFFICES OF
ROBINSON, McFADDEN & MOORE

1213 LADY STREET

P. O. BOX 1942

COLUMBIA, S. C. 29202

TELEPHONE 252-1531

DAVID W. ROBINSON
J. HEANE McFADDEN
B. HONE ROBINSON
THOMAS T. MOORE
DAVID W. ROBINSON II
WILLIAM L. POPE
JAMES F. BREWER, Counsel

DAVID W. ROBINSON, SR.
1869-1935
ALICE ROBINSON
REX 1936

July 2, 1965

RECEIVED

JUL 6 1965

DIVISION OF
GENERAL SERVICES

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

Re: Proposed Phosphate Mining
Lease in Jasper and Beaufort
Counties

Dear Mr. McEachern:

We represent Chelsea Plantation Corporation, owner of Chelsea Plantation which is located in Jasper and Beaufort Counties. On its behalf we request an opportunity to appear before the State Budget and Control Board in opposition to the proposed lease between the State and Pine Hall - Pomona Corporation for phosphate mining in Jasper and Beaufort Counties.

Chelsea Plantation comprises approximately 12,242 acres in these two counties and a considerable portion of this area borders on different rivers, creeks and marshlands. We do not know if the State claims ownership of any of these creeks or marshlands and would like to have this information before the Board takes any action that may adversely affect this area. We believe that under the royalty arrangement in the proposed lease a determination of the acreage involved must be made and we request that this information be furnished before consideration is given to the proposed lease.

The terms of the proposed lease in our opinion are entirely too broad. The lease, we are informed, would allow mining operations at any point, on all rivers, creeks, and marshlands in Beaufort and Jasper Counties for a period of 25 years. In addition to the rights that Chelsea Plantation has in lands owned by it, we believe that the rights of the general public in the use and enjoyment of these waters would necessarily be adversely affected.

Mr. F. E. McEachern, Jr., Director
July 2, 1965
Page 2


We are informed that such mining operations as proposed would have a detrimental affect on the fish and wildlife inhabiting these areas and the fishing and hunting for which this part of the State is noted would be substantially impaired. We understand that no schedule or plan of operation has been filed by the proposed lessee. I assume that if the lease is approved the lessee would have the right to carry on its mining operations throughout these two counties in any manner necessary to extract the phosphate.

We believe that without a plat indicating the specific areas that the State proposes to lease or a plat showing the specific areas in which Pine Hall - Pomona intends to conduct its mining operations, the rights of landowners such as Chelsea Plantation and the public in general are not being properly considered. We request that no action be taken on the proposed lease until such information is available and until the Budget and Control Board schedules a public hearing to obtain the reaction of the landowners and interested members of the general public affected by this action.

Yours very truly,

ROBINSON, MCFADDEN & MOORE

By


William L. Pope

WLP:rg

CLASS OF SERVICE

This is a fast message unless its deferred character is indicated by the proper symbol.

WESTERN UNION

TELEGRAM

W. F. MARSHALL
CHAIRMAN OF THE BOARD

R. W. MCFALL
PRESIDENT

SYMBOLS

DL = Day Letter

NL = Night Letter

LT = International
Letter Telegram

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1000A EST JUL 30 65 AB030

A BFA007 NL PD BEAUFORT SOCAR 30

SOUTH CAROLINA BUDGET AND CONTROL BOARD

STATE HOUSE COLUMBIA SOCAR

WE VIGOROUSLY PROTEST ANY ACTION WHICH MIGHT RESULT IN THE
DESTRUCTION OF THE MARSHES IN BEAUFORT AND JASPER
COUNTIES. THE MARSHES ARE THE BREEDING GROUNDS FOR OUR INDUSTRY.
WE ARE RESIDENTS OF BEAUFORT COUNTY AND SOUTH CAROLINA WHO
HAVE PAID TAXES AND FEES TO THE STATE FOR MANY YEARS TO DEVELOPE
OUR INDUSTRY AND WE ARE DEPENDING ON YOU TO PROTECT
OUR INTERESTS

PORPOISE FISH COMPANY, NORMAN GAY, OWNER --GAY FISH COMPANY,
JOHN GAY, OWNER -- SHIPMAN SEAFOOD COMPANY, E A SHIPMAN OWNER.

688A

CLASS OF SERVICE

This is a fast message unless its deferred character is indicated by the proper symbol.

WESTERN UNION

TELEGRAM

W. P. MARSHALL
CHAIRMAN OF THE BOARD

R. W. MCFALL
PRESIDENT

SYMBOLS

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418P EST JUL 30 65 AA275

A BFA029 NL PD BEAUFORT SOCAR 30

SC BUDGET CONTROL BOARD

STATE HOUSE COLUMBIA SOCAR

I WISH TO EXPRESS MY HOPE FOR THE PROTECTION OF OUR NATURAL
BEAUTY AND WILDLIFE RESOURCES, IN GRANTING ANY LEASE ON BEAUFORT
COUNTIES MARSHLANDS WITH PARTICULAR RESTRICTIONS ON THE AREAS
AROUND SAINT HELENA ISLAND, LADIES ISLAND, AND THE TOWNS OF
BEAUFORT AND PORT ROYAL

JOHN M TRASK JR.

July 29, 1965

MEMORANDUM

To: James W. Webb and G. Robert Lunz
From: Henry S. Johnson, Jr. *HSJ*
Subject: Pine Hall-Pomona State Mining Lease

In discussions with D. R. McLeod, Furman McEachern, P. C. Smith, and myself Pine Hall-Pomona Corporation has proposed that the new phosphate mining lease be restricted to an area of 30,000 acres more or less in the upper Broad River area, Beaufort and Jasper Counties. All the rest of the State owned marshland in the two counties will then be excluded. We hope this will remove most of the doubts about future protection and use of the marshland area.

Attached is a map showing the boundary of the proposed restricted lease and a written description of the metes and bounds of the area covered, it being clearly stated in the lease that all that is conveyed is mining rights to State-owned land within this area.

Mr. McEachern asks that your reaction and comments on this restricted lease be ready for presentation at next Monday's meeting of the Budget and Control Board if possible.

HSJ:fc

Attachments (2)

CC: F. E. McEachern
D. R. McLeod
P. C. Smith
W. C. Boren, III

Beginning at a point in the mouth of Boyd's Creek on the Jasper-Beaufort County line and running in a northeasterly direction to the East side of Broad River to a point on the high water mark on the south side of Whale Branch, thence with said high water mark to its junction with Latitude $32^{\circ} 30'$ North, thence East along said parallel to Longitude $80^{\circ} 40'$ West thence North to Latitude $32^{\circ} 35'$ North, thence West to Highway U. S. # 21, thence in a Northwesterly direction with Highway U. S. #21 to its junction with Highway U. S. #17 at Gardens Corner, thence with said highways U. S. #17 and U. S. #21 to Pocatigo, thence in a Southwesterly direction with U. S. Highway #17 across the Beaufort-Jasper County line and continuing along said Highway U. S. #17 to its junction with S. C. Highway #462 near Coosawhatchie, thence in a southeasterly direction with S. C. Highway #462 to Latitude $32^{\circ} 30'$ N, thence in a southeasterly direction to the point of the beginning.

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

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



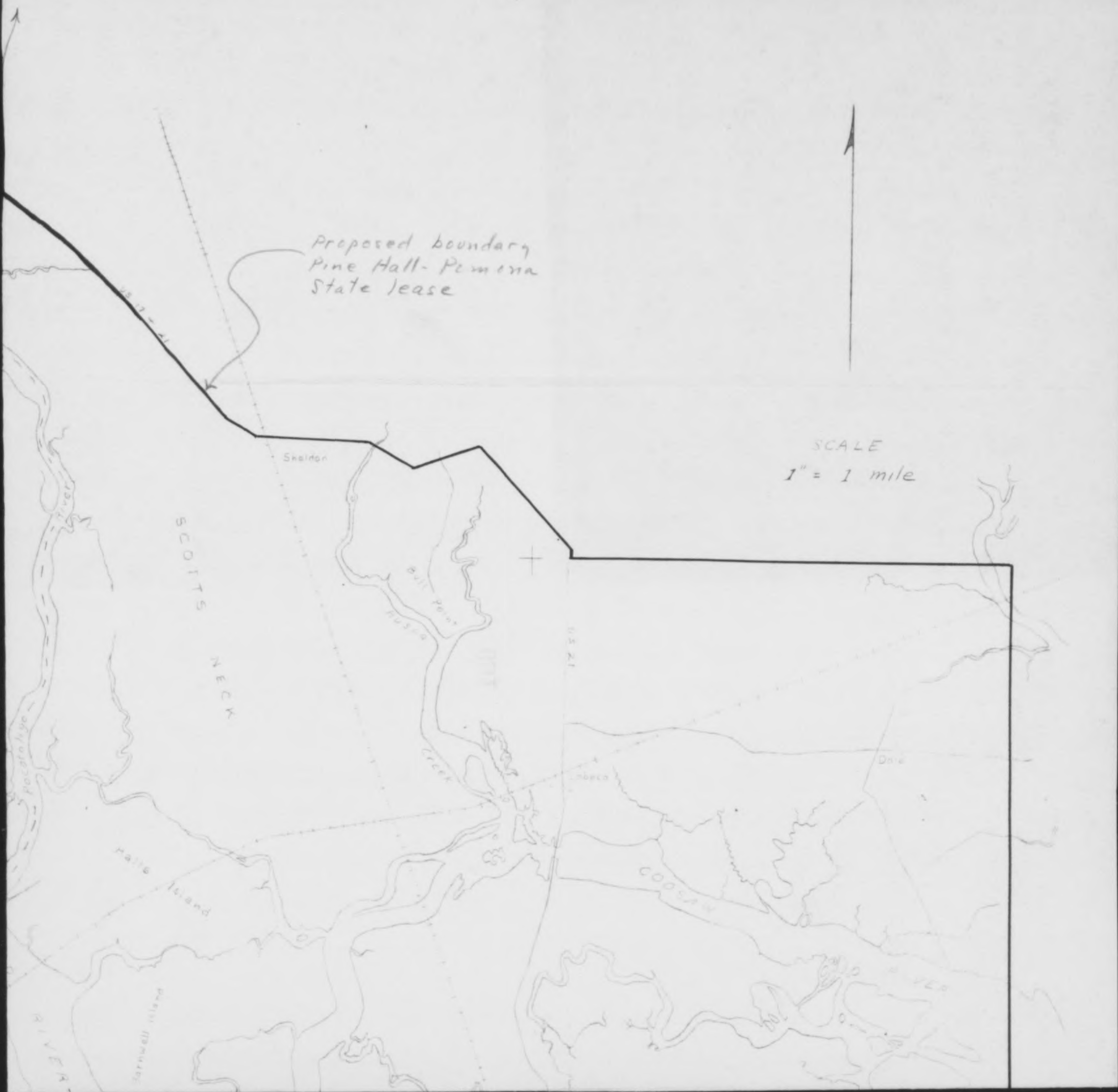
SCALE
1" = 1 mile

Proposed boundary
Pine Hall-Pomona Corp.
State lease

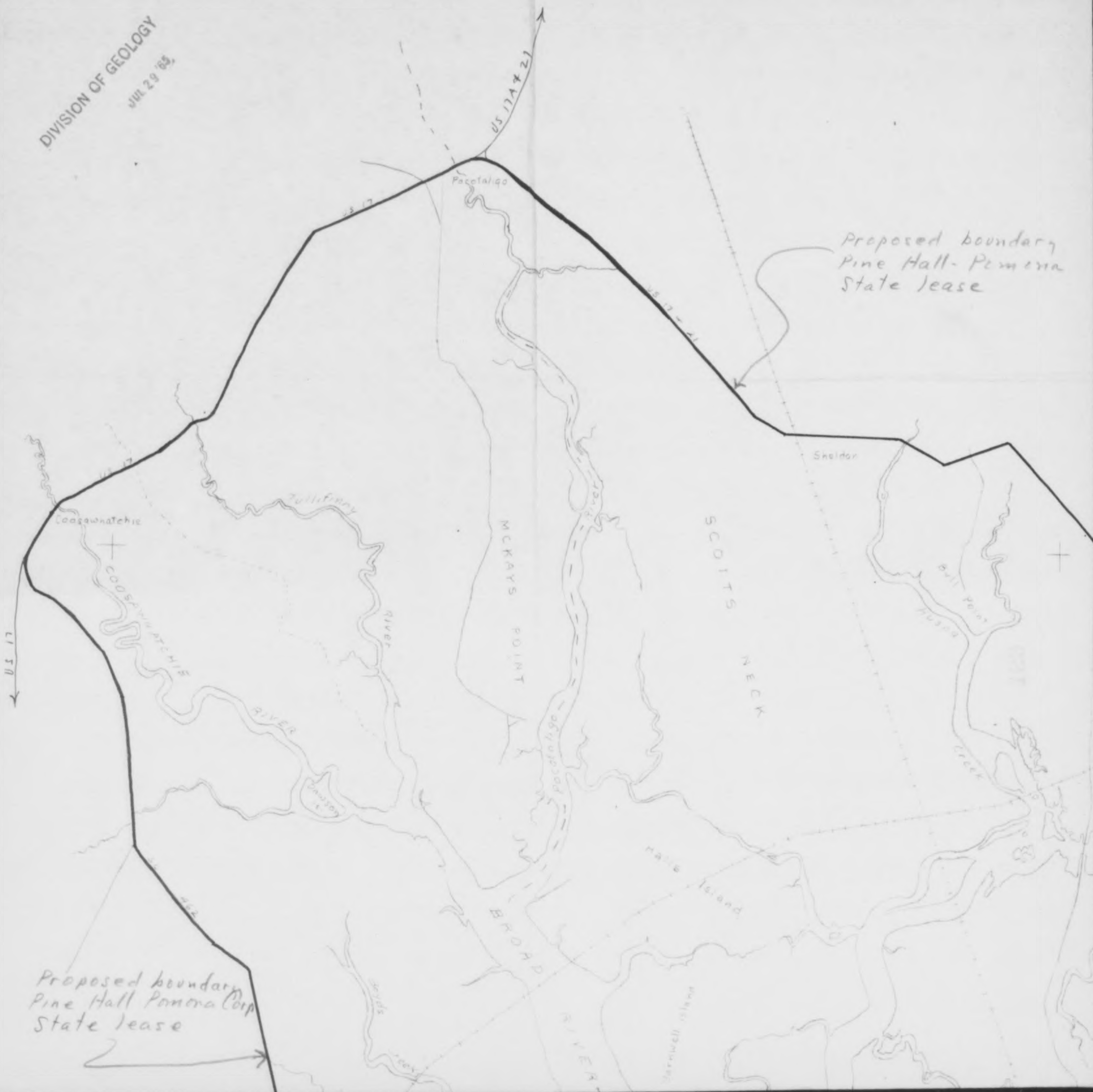


Proposed boundary
Pine Hall-Perma
State lease

SCALE
1" = 1 mile



DIVISION OF GEOLOGY
JUL 29 '83



Pine Hall - Pomona
CORPORATION

Post Office Box 9172 / Greensboro, North Carolina

July 30, 1965

Mr. F. E. McEachern, Jr., Director
State of South Carolina
Division of General Services
Budget and Control Board
300 Gervais Street
Columbia, South Carolina - 29201

Dear Furman:

We would like to take this opportunity to thank you and other members of the committee for hearing our case on Wednesday. It was long and drawn out and, of course, as you know, 90 to 95% of the complaints and the statements really had no particular bearing on the project. We, of course, feel that this whole situation is in good hands and that it will be treated in a fair and honorable manner. As you requested we are enclosing the following information for you to bring before the Budget and Control Board on Monday if it is deemed necessary:

1. A copy of a sheet marked "Table No. 1" from a study made on July 16, 1965, by the Bucyrus-Erie Company, South Milwaukee, Wisconsin, pertaining to excavation.

You will note that in excavating approximately 4,000,000 cu. yards of material that approximately 3,000,000 cu. yards would be returned back to the mining area as is shown in Situation A and in Situation B you will note that if approximately 8,000,000 cu. yards of material were removed that approximately 7,000,000 cu. yards would be returned.

2. As I mentioned yesterday to you, Mr. Smith and Mr. McLeod it is most urgent that this lease be signed next week if at all possible due to the fact of financing joint venture interests, placing orders for large equipment such as drag lines, etc.

Your help along with the others on the committee will certainly be

Mr. F. E. McEachern, Jr.
July 30, 1965
Page # 2

appreciated in expediting this lease at the very earliest date possible.

Again thanks for your cooperation.

Sincerely,

W. C. Boren, III
President

WCB,III/wwg

CC: Mr. Daniel R. McLeod, Attorney General
State Office Building
Columbia, South Carolina

Mr. P. C. Smith, Assistant State Auditor
State Office Building
Columbia, South Carolina

Mr. Henry Johnson, State Geologist
State Office Building
Columbia, South Carolina

Mr. Charles E. Hunter, Consultant Geologist
Box H, Grace Station
Asheville, North Carolina



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

July 20, 1965

Memorandum to Budget and Control Board Members:

The Horry County Delegation sponsored a local Act during the last session authorizing the Town of Surfside Beach to borrow \$15,000 from the Insurance Sinking Fund or from any qualified lending agency. The Act provides for a special levy for repayment of each installment with interest. In case of default, the State Treasurer is directed to withhold funds as is generally provided in these Acts.

Surfside Beach has applied for the loan from the Insurance Sinking Fund and if it meets with your approval, I will follow the usual procedures in obtaining evidence of indebtedness, Constitutional limitations and have the Note executed for formal approval of the Board.

Yours very truly,

F. E. McEachern, Jr.
Director

FEMjr/lc

CC: Mr. J. M. Smith
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