

AGENDA MATERIALS
AND SUPPORTING DOCUMENTS
FOR THE MEETING OF
OCTOBER 11, 1967

234

*A-1 approved 6-6-69
- 9th statements*

SOUTH CAROLINA BUDGET AND CONTROL BOARD
DIVISION OF GENERAL SERVICES

AGENDA

*10/11/69
all present*

I. Office Space - Labor Department *over*

Sixty-seven hundred feet in the new building at 1710 Cervais Street available April 1, 1968, rent for fourth quarter \$6,700.00; rent for 1968-69 approximately \$27,000.00.

II. Space - Governor's Traffic Safety Program ✓

Permission requested to rent approximately 1,000 square feet of office space.

III. Medal of Honor Exhibit ✓

Department of Army requests space in the Capitol February 29 through March 7, 1968 for wall type exhibit pertaining to the Medal of Honor.

IV. Weather-proofing - Calhoun Building ✓

Approximately \$7,500.00 would be required from appropriation to seal porches. Approval recommended.

V. Disposal of Records ✓

It is recommended that authorization be granted for destruction of records from the Department of Archives and from the Employment Security Commission in accord with recommendations of the appropriate agency heads.

VI. Space - Alcoholic Beverage Control Commission ✓

Additional 1,000 square feet required at present location, 1300 Pickens Street.

VII. Revenue Bond Suit

Attorney Walter Bristow requests approval for legal fees in connection with this suit.

VIII. Purchase of Vehicle ✓

Newly appointed Director of Legislative Council requests permission to purchase a 1966 Pontiac Catalina, which was assigned to him in connection with his duties as legal assistant on the formula which was used by the Budget and Control Board in disposal of certain State owned vehicles.

IX. Spoil Area - Morris Island *(over)*

State Ports Authority requests permission to grant a 1376 acre tract for use as a spoil area for dredging in the Charleston Harbor.

X. State Electrician ✓

Extend appointment of Fred Muller as State Electrician from July 1, 1967 to July 1, 1968.

INTERIM ACTION

Info

Sale and Exchange of Vehicles

ETV -
Chevrolet Station Wagon for test equipment

Parks, Recreation, & Tourism -
Chevrolet Bel Aire for use of all department employees

Pollution Control Authority -
Ford Station Wagon, Custom 500 - 1968

University of S. C. -
Replace seven 1964 Fords with seven 1968 Fords, Chevrolets, or Plymouths

Division of General Services -
Replace three used automobiles with high mileage for three new ones.
Purchase one additional vehicle.

*Yamaha to loan 30,000 [See Freeman]
for details*



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

FURMAN E. MCEACHERN, JR.
DIRECTOR

September 28, 1967

To: State Budget and Control Board

From: F. E. McEachern, Jr.

Subject: Reinsurance of Risks in Insurance Sinking Funds

For a period prior to 1961 the Sinking Funds Commission insured selected risks such as the University and Clemson properties which constituted a small fraction of the half-billion dollars insurance in force at that time. In December of that year reinsurance was negotiated to cover all risks written by the Commission with a deductible of \$250,000 and no top limit on losses. The coverage was awarded to Michigan Mutual Insurance Company of the Improved Risks Mutual group.

On two occasions, as a result of favorable experience, the deductible was reduced and in 1963 the policy was extended five years to 1968. At that time the deductible was reduced to \$150,000 per occurrence and the insurance in force was almost \$700 million. Present coverage is over \$800 million.

In September, 1965 the Division of General Services awarded a contract to the American Motorists Insurance Company of the Kemper group covering boilers and machinery to a limit of \$1,000,000 in all property insured by the Insurance Sinking Fund. This coverage was added to our standard policy with no additional premium charge. Michigan Mutual agreed with the Division that cost of the boiler insurance be deducted from the gross premium income on which their premiums are based. This, in effect, resulted in a premium reduction.

In the spring of 1967 a study was made by Dr. Robert M. Crowe and Dr. Ronald C. Horn which included certain criticisms of our reinsurance contract. Michigan Mutual offered a revised policy changing the anniversary date to coincide with the beginning of the fiscal year and allowing an 8% gross premium deduction to continue to provide for cost of the boiler

State Budget and Control Board
September 28, 1967

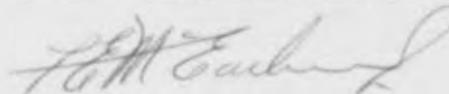
Page 2

coverage out of premium receipts. The proposed policy is dated July 1, 1967 and will extend for a five year period to July 1, 1972. It has not been accepted up to this time because of negotiations to bring the policy into conformity with recommendations of the University of South Carolina study.

In the meantime, on the assumption that the fire and extended coverage could be renewed to the advantage of the State, the Division has worked with American Motorists Insurance Company toward accomplishing revisions in the boiler coverage. This company proposes to rewrite its policy from September 18, 1967 to July 1, 1971 on a base annual premium of \$105,000 compared with the present base premium of \$124,000.

In view of the concessions and changes in coverage agreed to by both of these companies, it is recommended that each of these policies be renewed for the periods indicated above.

Respectfully submitted,



F. E. McEachern, Jr.
Director

FEM:lc

SINKLER, GIBBS & SIMONS
ATTORNEYS & COUNSELLORS AT LAW

TELEPHONE 722-3367
AREA CODE 803

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

2 PRIOLEAU STREET
CHARLESTON, S. C. 29402

September 26th, 1967

Hon. P. C. Smith
Office of the State Auditor
P. O. Box 11333
Columbia, South Carolina

Dear Pat:

I have reviewed Act No. 228 of the Acts of 1967 creating the State Mental Retardation as requested in your letter of August 23rd. Section 2 clearly provides that all of the powers and duties vested in the Board of Trustees of Whitten Village, the Board of Trustees of the South Carolina Retarded Children's Rehabilitation Center and the South Carolina Mental Health Department relative to Pineland or mentally retarded children shall be transferred to and vested in the State Mental Retardation Department on July 1, 1968. This language is clear that the Department will succeed on that date to such powers and duties, including those existing under special acts.

Act No. 1100 of 1964, as amended by Act No. 485 of 1965, authorizes the South Carolina Mental Health Commission or the Board of Trustees of Whitten Village to make application for funds to be derived from the sale of State Notes of Bonds; and this authorization would relate after July 1, 1968 to the South Carolina Mental Retardation Commission, which is the governing body of the Department. Until July 1, 1968 the Board of Trustees of Whitten Village continues to function and exercise all powers vested in it, although the initial terms of the member of the South Carolina Mental Retardation Commission commenced on July 1, 1967.

Sincerely,

Huger

HS/bhs

Whereas, no petition was filed pursuant to Section 14-101.1, Code of Laws of South Carolina, 1962, by the electors of Dorchester County; and

Whereas, in the election one vote was cast in favor of the annexation and no votes were cast against the annexation, which result satisfied the provisions of Section 7 of Article VII of the State Constitution, this being more than two-thirds of the votes cast. Now, therefore,

Be it enacted by the General Assembly of the State of South Carolina:

SECTION 1. Lincolnville area of Charleston County annexed to Dorchester County.—That portion of the Lincolnville area in Charleston County which was the subject of an election held March 14, 1967, by the Commissioners of Election for Charleston County, the results of which election were favorable to the annexation, and the General Assembly having found that all provisions of the Constitution of South Carolina, 1895, governing the alteration of county lines having been satisfactorily complied with, is hereby transferred to Dorchester County and annexed to that county. The proper proportion of the existing county indebtedness of the area so transferred shall be assumed by Dorchester County, the county to which the area is transferred.

SECTION 2. Time effective.—This act shall take effect upon approval by the Governor.

Approved the 1st day of May, 1967.

(R309, S253)

No. 228

An Act To Create The State Mental Retardation Department, To Create A Commission Therefor, To Define Its Powers And Duties, To Provide That Whitten Village, Pineland And The South Carolina Retarded Children's Habilitation Center Shall Be Administered By The Commission, And To Repeal Act 314 Of 1963, Chapter 6 Of Title 32 And Item (3) Of Section 32-931, Code Of Laws Of South Carolina, 1962, Relating To The South Carolina Retarded Children's Habilitation Center, Whitten Village And Pineland.

Be it enacted by the General Assembly of the State of South Carolina:

SECTION 1. State Mental Retardation Department created.—

There is hereby created the State Mental Retardation Department, hereinafter referred to as the department, which shall have jurisdiction over all of the State's mental retardation hospital clinics and centers.

SECTION 2. Powers and duties and appropriations transferred to.—

All the powers and duties vested in the Board of Trustees for Whitten Village, The Board of Trustees of the South Carolina Retarded Children's Habilitation Center and the South Carolina Mental Health Department, relative to Pineland or mentally retarded children, on July 1, 1968, shall be transferred to and vested in the State Mental Retardation Department. Any proceedings pending on July 1, 1968, before any State institutions or departments for the mentally retarded are transferred to the State Mental Retardation Department. If there are unexpended appropriations made to such institutions or departments for mental retardation purposes, they shall be transferred to the department. All records, files and other papers necessary to the administration of such institutions or departments shall be transferred to the department but copies of such records and other papers may be retained as part of the records and files of the institution or department.

SECTION 3. South Carolina Mental Retardation Commission created.—

There is hereby created for the department the South Carolina Mental Retardation Commission, hereinafter referred to as the commission. The commission shall consist of seven members, one to be a resident of each Congressional District and one from the State at large to be appointed by the Governor upon the advice and consent of the Senate. The initial members of the commission shall take office on July 1, 1967. They shall serve for terms of four years and until their successors are appointed and qualify, except of those first appointed the members appointed from the First and Second Congressional Districts shall serve for terms of one year and until their successors are appointed and qualify, and the members appointed from the Third and Fourth Congressional Districts shall serve for terms of two years and until their successors are appointed and qualify. The members appointed from the Fifth and Sixth Congressional Districts shall serve for terms of three years and until their successors are appointed and qualify and the member appointed from the State at large shall serve for a term of four years and

until his successor is appointed and qualifies. The Governor shall have the power to remove any member of the commission for cause. Any vacancy shall be filled by the Governor for the unexpired portion of the term. The commission shall determine the policy and adopt necessary rules and regulations governing the operation of the department and the employment of professional staff and personnel. The members of the commission shall receive such subsistence, mileage and per diem as may be provided by law for members of boards, committees and commissions. The commission shall appoint and in its discretion remove a State Commissioner of Mental Retardation, hereinafter referred to as commissioner, who shall be the chief executive officer of the department. Subject to the supervision, direction and control of the commission, the commissioner shall administer the policies, rules and regulations established by the commission. The commissioner shall have the power to appoint and in his discretion remove all other officers and employees of the department subject to the approval of the commission.

SECTION 4. Department may be divided into separate divisions.—The department may be divided into such divisions as may be determined by the commissioner and approved by the commission. The commissioner may appoint a superintendent of each institution with the approval of the commission. Each superintendent shall be responsible for the employment of all personnel at his institution subject to the approval of the Commissioner.

SECTION 5. Administration of Federal funds.—The department is hereby designated as the State's mental retardation authority for purposes of administering Federal funds allocated to South Carolina for mental retardation programs. *Provided*, nothing herein shall be construed to include any of the functions or responsibilities now granted to the State Board of Health or the administration of the State Hospital Construction Act (Hill-Burton Act) as provided in the Code of Laws of South Carolina, 1962, as amended.

SECTION 6. When signatures required.—Whenever reference is made requiring the signature of the superintendent of any institution it shall mean the superintendent or his designee.

SECTION 7. Repeal.—Act 314 of 1963, Chapter 6 of Title 32 and Item (3) of Section 32-931, Code of Laws of South Carolina, 1962, as amended, are repealed on July 1, 1968.

SECTION 8. Time effective.—This act shall take effect upon approval by the Governor.

Approved the 4th day of May, 1967.

(R310, S391)

No. 229

An Act To Amend The Code Of Laws Of South Carolina, 1962, By Adding Section 15-1281.33, So As To Confer Upon The Juvenile And Domestic Relations Court Of Greenville County Jurisdiction To Terminate Parental Rights In Certain Cases.

Be it enacted by the General Assembly of the State of South Carolina:

SECTION 1. Section 15-1281.33 added—termination of parental rights.—The Code of Laws of South Carolina, 1962, is amended by adding Section 15-1281.33 so as to confer upon the Juvenile and Domestic Relations Court of Greenville County jurisdiction to terminate parental rights in certain cases, as follows:

"Section 15-1281.33. The court shall have jurisdiction to consider petitions relating to abandoned children and render judgments in proper cases terminating parental or guardianship rights prescribed in Chapter 2 of Title 31."

SECTION 2. Time effective.—This act shall take effect upon approval by the Governor.

Approved the 3rd day of May, 1967.

(R311, S192)

No. 230

An Act To Amend Section 59-534, Code Of Laws Of South Carolina, 1962, Relating To Special Provisions For Municipal Public Works For Cities And Towns In Certain Counties, So As To Include All Cities And Towns In Aiken County.

Be it enacted by the General Assembly of the State of South Carolina:

SECTION 1. Section 59-534 amended—special provisions for certain cities and towns.—Section 59-534, Code of Laws of South Carolina, 1962, is amended by inserting "Aiken," before "Anderson" on line one so that, when so amended, the section shall read:

STATE OF SOUTH CAROLINA
DEPARTMENT OF EDUCATION

CYRIL B. BUSBEE
STATE SUPERINTENDENT OF EDUCATION



COLUMBIA

September 18, 1967

Mr. P. C. Smith, Secretary
State Budget and Control Board
Wade Hampton State Office Building
Columbia, South Carolina

Dear Mr. Smith:

The State Board of Education in a special meeting held on September 15, 1967, approved the budget request of the State Committee for Technical Education. This procedure was followed and action taken in accordance with Section 21-47 of the 1966 Cumulative Supplement of the Code of Laws of South Carolina, 1962, devolving upon the State Board of Education the responsibility of "advisory supervision" of the State Committee for Technical Education.

Copies of this budget will be submitted to you directly by the subject agency.

Sincerely yours,

Cyril B. Busbee
State Superintendent of Education

CBB:mw

cc: Mr. A. Wade Martin, Executive Director
State Committee for Technical Education

STATE OF SOUTH CAROLINA
DEPARTMENT OF EDUCATION

CYRIL B. BUSBEE
STATE SUPERINTENDENT OF EDUCATION



COLUMBIA

September 18, 1967

Mr. P. C. Smith, Secretary
State Budget and Control Board
Wade Hampton State Office Building
Columbia, South Carolina

Dear Mr. Smith:

The State Board of Education in a special meeting held on September 15, 1967, approved the budget request of the Educational Television Commission. This procedure was followed and action taken in accordance with Section 21-47 of the 1966 Cumulative Supplement of the Code of Laws of South Carolina, 1962, devolving upon the State Board of Education the responsibility of "advisory supervision" of the Educational Television Commission.

Copies of this budget will be submitted to you directly by the subject agency.

Sincerely yours,

Cyril B. Busbee
State Superintendent of Education

CBB:mw

cc: Mr. Henry J. Cauthen, Executive Director
Educational Television Commission

STATE OF SOUTH CAROLINA
DEPARTMENT OF EDUCATION

CYRIL B. BUSBEE
STATE SUPERINTENDENT OF EDUCATION



COLUMBIA

September 18, 1967

Mr. P. C. Smith, Secretary
State Budget and Control Board
Wade Hampton State Office Building
Columbia, South Carolina

Dear Mr. Smith:

The State Board of Education in a special meeting held on September 15, 1967, approved the budget request of the Opportunity School. This procedure was followed and action taken in accordance with Section 21-47 of the 1966 Cumulative Supplement of the Code of Laws of South Carolina, 1962, devolving upon the State Board of Education the responsibility of "advisory supervision" of the Opportunity School.

Copies of this budget will be submitted to you directly by the subject agency.

Sincerely yours,

Cyril B. Busbee
State Superintendent of Education

CBB:mw

cc: Mr. W. T. Lander, Jr., Superintendent
The Opportunity School

MEDICAL COLLEGE OF SOUTH CAROLINA
80 BARRE STREET
CHARLESTON, SOUTH CAROLINA 29401

OFFICE OF VICE PRESIDENT
BUSINESS AFFAIRS

September 15, 1967

Mr. P. C. Smith, Auditor
State of South Carolina
Post Office Box 11333
Columbia, South Carolina

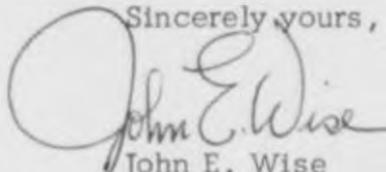
Dear Mr. Smith:

I enjoyed very much meeting with you and Mr. Hill on Tuesday. I hope you will come back again soon.

Enclosed please find the information you requested in regard to grant payment procedures.

If we can be of any further help, please let me know.

Sincerely yours,


John E. Wise
Vice President

JW/bp

Enclosure



BUREAU OF HEALTH MANPOWER

DEPARTMENT OF HEALTH, EDUCATION, AND WELFARE
PUBLIC HEALTH SERVICE
800 NORTH QUINCY STREET
ARLINGTON, VIRGINIA 22203

REFER TO:

SEP 6 1967

Mr. L. W. Michaelis
Comptroller
Medical College of
South Carolina
80 Barre Street
Charleston, South Carolina 29401

Dear Mr. Michaelis:

In reply to your inquiry of August 21, 1967 regarding grant payment procedures, the manual which you requested is currently in the process of being revised. However, the general policy and schedule of payments are as follows:

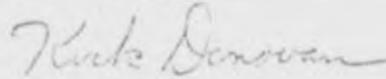
1. Grant payments will be made on the basis of completed construction, materials and equipment furnished and services performed. The first payment, amounting to ten percent of the approved grant, may be made when not less than ten percent of the project has been completed. Subsequent payments, amounting cumulatively to the equivalent percentage of the approved grant, may be made at 25 percent, 50 percent, 75 percent, 95 percent and total completion of the project. Because installments are paid only as reimbursement, a sufficient amount of the sponsor's matching funds should be readily available to defray all costs or obligations incurred for approximately 25 percent of the project.
2. Payments must be requested by the sponsor by submitting a Public Voucher for Installment Payments (Form PHS-459), supported by a Report of Construction Progress for Teaching Facilities (Form PHS-4687-7) and enclosing copies of cumulative payments made to all contractors and vendors, to the Public Health Service Regional Office in Atlanta. That office will supply the necessary forms and assist you with their preparation.

3. The final payment on the grant will be made when the entire project has been completed, including facilities which are necessary to the project but are ineligible for Federal support, and after final inspection and certification by an authorized representative of the Public Health Service and receipt of a written assurance from the grantee institution that amounts of sustained audit exceptions taken in any subsequent Federal audit will be refunded to the Federal government.

Further assistance in fiscal matters pertaining to your grant will be provided by the PHS Regional Office.

I am enclosing, for your information, a copy of our current "Applicant's Guide for Construction Grants." The material pertaining to Payment and Post-Construction Procedures (Chapter 10) is, as stated, being revised and should be disregarded.

Sincerely yours,



Kirk M. Donovan
Chief
Projects Management Section
Educational Facilities Branch
Division of Physician Manpower

Enclosure

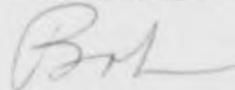
September 25, 1967

Dear Pat:

The two proposals pertaining to the Constitutional Study Committee are H. 1044 for \$25,000.00 and S. 595 for \$15,000.00.

The Attorney General ruled for Miss Watson that S. 595 was the latest expression of the General Assembly and therefore the Committee could only use this amount.

Sincerely,



Robert H. Stoudemire



ELLIS C. MacDOUGALL, Director
Department of Corrections

South Carolina
Department of Corrections
P. O. BOX 766
Columbia, S. C. 29202

September 13, 1967

BOARD OF CORRECTIONS
RICHARD A. PALMER - Chairman
Florence, S. C.
THOMAS P. STONEY - Vice-Chairman
Charleston, S. C.
NORMAN KIRKLAND - Secretary
Bamberg, S. C.
GOV. ROBERT E. McNAIR
Columbia, S. C.
T.K. McDONALD
Winnboro, S. C.
EUGENE E. STONE, III
Greenville, S. C.
W.M. CROMLEY, JR.
Saluda, S. C.

Mr. P. C. Smith
State Auditor
P. O. Box 11333
Columbia, South Carolina

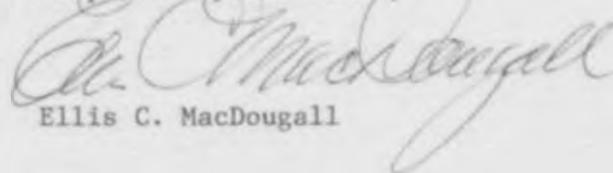
Dear Mr. Smith:

At the regular meeting of the Board of Corrections, held on August 15, 1967, a motion was offered and unanimously passed, authorizing the Director to investigate the advisability of the Department of Corrections to purchase property located at 1511 Huger Street in the city of Columbia. That the Director take necessary steps to secure approval of the Budget and Control Board, for said purchase, and that Gravel Account funds, not to exceed \$12,000, be obligated to pay the purchase price.

As you know, it is in the long range plans of the Board of Corrections to secure the entire two blocks directly East of the Central Correctional Institution in Columbia. This property would be used for the expansion of this institution which more and more is becoming badly overcrowded, and some provisions must be made to secure more office space and other facilities. We have been fortunate enough to purchase three parcels of land in this area and it is the desire of the Board to make further purchases as this property becomes available. Acquisition of these two blocks would prove a great asset to the Department as well as clear this slum area.

We respectfully request that you place this matter before the Budget and Control Board for consideration. Favorable action will be greatly appreciated.

Respectfully submitted,


Ellis C. MacDougall

ECM/nk

Library Bond

Balance 312,000

Add'n - 218,000

96,000

Exp. Appn. 212,000



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

FURMAN E. McEACHERN, JR.
DIRECTOR

October 12, 1967

Captain Cape's G. Barr, Jr.
South Carolina State Ports Authority
P. O. Box 827
Charleston, South Carolina 29402

Dear Captain Barr:

On October 10 I presented to the State Budget and Control Board your request of September 18 for designation of a spoil area in the vicinity of Morris Island. The board passed over this matter in view of the public reaction to the use of areas involved for this purpose.

With kind regards.

Very truly yours,

A handwritten signature in cursive script, appearing to read "F. E. McEachern, Jr.".

F. E. McEachern, Jr.
Director

FEM:lc

BCC: P. C. Smith
Ed Latimer
Bob Lutz

E N D