

MINUTES OF BUDGET AND CONTROL BOARD MEETING

FEBRUARY 4, 1964

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The Budget and Control Board met in the Office of the Governor at 10:30 A. M., Tuesday, February 4, 1964, with all members of the Board present except Mr. R. J. Aycock. Messrs. J. M. Smith and P. C. Smith were also present.

The Board approved formal resolutions providing for the issuance of State Bonds and Notes as follows:

I. STATE NOTES

1. For S. C. School for Boys - \$ 100,000.00

For construction of building for administrative and clinical services.

Authorized by General Appropriation Act for 1963-64.

2. For State Hospital - 500,000.00

For major renovations and additions to existing buildings, and part of cost of a Chapel.

This is one of a series of notes issued under authority of Act No. 455 of 1961, as amended, authorizing a total of \$6,000,000.00 of State Notes for the Hospital.

Total previously issued - \$3,000,000.00

3. Whitten Village - 250,000.00

To partially cover cost of construction of a cerebral palsy center and a rehabilitation facility.

This is one of a series of notes issued under authority of Act No. 455 of 1961, as amended, authorizing a total of \$2,100,000.00 of State Notes for Whitten Village.

Total previously issued - \$1,500,000.00

II. STATE INSTITUTION BONDS

1. For Clemson College - 950,000.00

For addition to Chemistry Building.

Total

\$ 1,800,000.00

The formal resolutions relating to the above bonds and notes are attached herewith as a part of the minutes. (See Attachment Nos. 10, 11, 12, 13.)

No further business was considered and the Board adjourned at 11:00 A. M.

2076

ERASE
COTTON CONTENT

No. 10

2-4-64

A RESOLUTION

MAKING PROVISION FOR THE ISSUANCE OF \$100,000 OF NOTES OF THE STATE OF SOUTH CAROLINA FOR THE PURPOSE OF RAISING MONEYS FOR THE SOUTH CAROLINA SCHOOL FOR BOYS TO PROVIDE FURTHER FACILITIES FOR SUCH INSTITUTION.

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

ARTICLE I

FINDINGS OF FACT

As an incident to the adoption of this Resolution the State Budget and Control Board of the State of South Carolina finds that the facts set forth in this Article are in all respects true and correct:

1. By the provisions of Section 9 of Part II of an Act of the General Assembly of the State of South Carolina, entitled "AN ACT TO MAKE APPROPRIATIONS TO MEET THE ORDINARY EXPENSES OF THE STATE GOVERNMENT FOR THE FISCAL YEAR BEGINNING JULY 1, 1963, TO PROVIDE FOR THE ISSUANCE OF STATE NOTES IN THE AMOUNT OF \$5,040,000 ETC." (the Enabling Act), it is provided that if the State Budget and Control Board (the State Board) shall express its approval by proper resolution, the Governor and the State Treasurer shall be empowered to issue Notes of the State of South Carolina to the extent of not exceeding \$5,040,000 and to apply the proceeds thereof to the purposes enumerated in Paragraphs numbered 1, 2, 3, 4 and 5 of said Section 9.

2. By Paragraph numbered 5 of said Section 9 of the Enabling Act it is provided among other things, that the sum of \$140,000 may be raised through the issuance of Notes for the purpose of paying the cost of a building for clinical and administrative services for the South Carolina School for Boys (formerly the South Carolina Industrial School for Boys).

3. Heretofore pursuant to said Section of the Enabling Act, the State Board issued \$1,035,000 of Notes and deferred action on the remaining notes until a later date. In determining

to issue \$100,000 of Notes, the State Board does not waive, but on the contrary, expressly reserves its rights to issue the remaining notes authorized pursuant to said Section 9 of the Enabling Act, under the conditions hereafter stated.

4. Notes issued pursuant to said Section 9 of the Enabling Act are to be payable from, and secured by a pledge of, the revenues derived from the tax imposed pursuant to Article 1, Chapter 12, Title 65, Code of Laws of South Carolina, 1962.

5. Such revenues are, as of this occasion pledged to secure the following outstanding obligations of the State of South Carolina, all of which are held by the State Board in its capacity as Trustee of the funds of the South Carolina Retirement System, viz.:

(a) The now outstanding \$1,062,500 of an original issue of \$2,125,000 State Notes, dated 2-1-58, issued for various State Institutions.

(b) The now outstanding \$180,000 of an original issue of \$300,000 State Notes, dated 10-1-57, issued for Clemson College.

(c) The now outstanding \$120,000 of an original issue of \$150,000 State Notes, dated 8-1-60, issued for Clemson College.

(d) The now outstanding \$120,000 of an original issue of \$150,000 State Notes, dated 8-1-60, issued for the University of South Carolina.

(e) The now outstanding \$180,000 of an original issue of \$300,000 State Notes, dated 10-1-57, issued for the University of South Carolina.

(f) The now outstanding \$120,000 of an original issue of \$200,000 State Notes, dated 7-1-59, issued for the Archives Department.

(g) The now outstanding \$1,500,000 State Penitentiary Notes, dated 11-1-62.

(h) The now outstanding \$1,035,000 South Carolina State Notes, First Series of 1963, dated 7-1-63, issued pursuant to Section 9 of Part II of the Enabling Act.

6. Heretofore on the occasion of the issuance of the \$1,035,000 of Notes pursuant to Section 9 of Part II of the Enabling Act, the State Board in its capacity as Trustee of the funds of the South Carolina Retirement System agreed that all notes issued pursuant to said Section 9 of Part II of the Enabling Act should be on a parity with those enumerated above as sub-paragraphs (a) through (g) of paragraph 5 supra.

On the basis of the foregoing findings, the State Board by this resolution undertakes to:

(1) Raise \$100,000 for the purpose of providing funds for constructing a building to provide clinical and administrative services for the South Carolina School for Boys;

(2) Authorize the Governor and the State Treasurer to issue Notes of the State of South Carolina to the extent of \$100,000; and

(3) Fully reserve to itself the right to issue additional notes pursuant to Section 9 of Part II of the Enabling Act under the terms and conditions hereinafter set forth.

ARTICLE II

ISSUANCE OF NOTES

Section 1.

Pursuant to the provisions of Section 9 of Part II of the Enabling Act, the State Board authorizes and empowers the Governor and the State Treasurer to issue \$100,000 of Notes of the State of South Carolina, to be designated "State Notes, Second Series of 1963" (the Notes), whose proceeds shall be expended for constructing a building to provide clinical and administrative services for the South Carolina School for Boys.

Section 2.

The Notes shall be issued in fully registered form and as a single fully registered note, in the name of the State Budget and Control Board of South Carolina, as Trustee of the

funds of the South Carolina Retirement System, and payable to said Budget and Control Board of South Carolina, as such Trustee, or to its assigns.

Section 3.

The Notes shall be dated as of July 1, 1963, shall bear interest at the rate of four and one-half per centum (4-1/2%) per annum, from the date of the delivery thereof (as established by the certification endorsed thereon), payable on the 1st days of January and July of each year, commencing July 1st, 1964, until the principal amount shall be paid in full, and shall mature in annual instalments on July 1st in the years and in the amounts set forth below, as follows, viz.:

<u>Year</u>	<u>Principal Amount</u>	<u>Year</u>	<u>Principal Amount</u>
1964	\$6,000	1971	\$7,000
1965	6,000	1972	7,000
1966	6,000	1973	7,000
1967	6,000	1974	7,000
1968	6,000	1975	7,000
1969	7,000	1976	7,000
1970	7,000	1977	7,000
		1978	7,000

Section 4.

The State of South Carolina reserves the right to effect the prepayment, on any interest payment date after July 1, 1965, of any portion of the indebtedness evidenced by said Notes that it may determine upon, in the inverse chronological order of the maturities of the principal instalments, and in multiples of \$1,000, at a redemption price equal to the par value of the principal amount so redeemed, and accrued interest to the date fixed for redemption, plus a redemption premium equal to 2% of the principal amount so redeemed.

If the option to redeem shall be exercised, notice of redemption shall be given to the holder of said Notes, at least thirty (30) days prior to the prepayment date, by mailing to

such holder a notice prescribing such prepayment date and specifying the amount of principal (and premium) to be prepaid.

Section 5.

Payment of interest and instalments of principal of said Notes and portions thereof (if the privilege of prepayment be exercised) shall be effected by check or draft drawn by the State Treasurer. Such payments shall be effected by the use of funds pledged for the payment of the principal and interest of the Notes. All payments of principal and interest shall be duly endorsed upon the payment record appended to said registered note.

Section 6.

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

Section 7.

For the payment of the principal of and interest on said Notes there are hereby irrevocably pledged so much of the revenues derived from the tax imposed pursuant to Article 1, Chapter 12, Title 65, Code of Laws of South Carolina, 1962, as shall be required to effect the prompt payment of the principal and interest thereof, as the same shall respectively mature. The pledge made to secure the Notes of this issue is hereby declared to be on a parity with the pledges now existing and hereafter made to secure the following obligations, viz.:

(a) All Notes hereafter issued pursuant to Section 9 of Part II of the Enabling Act;

(b) All obligations of the State of South Carolina authorized hereafter by legislation subsequently enacted; and

(c) The obligations enumerated in paragraph 5 of Article I, supra, secured in whole or in part by a pledge of the

revenues derived from the tax imposed pursuant to Article 1, Chapter 12, Title 65, Code of Laws of South Carolina, 1962.

All moneys received by the State Treasurer from the tax above referred to shall be duly impounded by him to the extent required to provide for the payment of the principal of and interest on the Notes herein authorized, other notes hereafter issued on a parity therewith, and all existing obligations heretofore issued, secured in whole or in part by a pledge of the aforesaid revenues.

ARTICLE III

ADDITIONAL NOTES

Section 1.

The State Board expressly reserves the right to issue additional notes pursuant to Section 9 of Part II of the Enabling Act to the extent therein authorized, and further prescribes that the pledge made to secure the principal and interest of the notes now authorized and hereafter to be issued pursuant to the Enabling Act may be placed on a parity with the pledges made to secure other obligations of the State of South Carolina when authorized by appropriate legislation.

ARTICLE IV

FORM OF FULLY REGISTERED NOTE

Section 1.

The form of the Notes as issued in fully registered form shall be as follows:

UNITED STATES OF AMERICA

STATE OF SOUTH CAROLINA

SOUTH CAROLINA STATE NOTE, SECOND SERIES OF 1963

NUMBER R-1

\$100,000

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

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

ONE HUNDRED THOUSAND DOLLARS

on the first day of July in the years and amounts as follows:

<u>Year</u>	<u>Principal Amount</u>	<u>Year</u>	<u>Principal Amount</u>
1964	\$6,000	1971	\$7,000
1965	6,000	1972	7,000
1966	6,000	1973	7,000
1967	6,000	1974	7,000
1968	6,000	1975	7,000
1969	7,000	1976	7,000
1970	7,000	1977	7,000
		1978	7,000

and to pay to the registered holder hereof interest on the balance of said principal sum from time to time remaining unpaid, at the rate of four and one-half per centum (4-1/2%) per annum, from the date of the delivery hereof (as established by the certification endorsed hereon), payable semi-annually on January 1 and July 1 of each year, commencing July 1, 1964, until the principal amount hereof has been fully paid. Both the principal of and interest on this Note are payable in any coin or currency which, on the respective dates of payment thereof, shall be legal tender for the payment of public and private debts, by check or draft issued by the State Treasurer of the State of South Carolina to the registered holder hereof.

THIS NOTE, designated as SOUTH CAROLINA STATE NOTE, SECOND SERIES OF 1963, is issued pursuant to and in accordance with the Constitution and Laws of the State of South Carolina,

including particularly the provisions of an Act of the General Assembly of the State of South Carolina, entitled "AN ACT TO MAKE APPROPRIATIONS TO MEET THE ORDINARY EXPENSES OF THE STATE GOVERNMENT FOR THE FISCAL YEAR BEGINNING JULY 1, 1963 ~~ETC.~~, TO PROVIDE FOR THE ISSUANCE OF STATE NOTES IN THE AMOUNT OF \$5,040,000 ETC." (the Enabling Act), and Resolutions duly adopted by the State Budget and Control Board of South Carolina, for the purpose of raising moneys for the South Carolina School for Boys for further facilities for such institution.

In addition to the instalments of principal required to be paid as hereinabove set forth, the right is reserved to the State of South Carolina to prepay on July 1, 1965, and all subsequent interest payment dates, instalments of principal in inverse chronological order, and in multiples of \$1,000, and at the price of 102% (expressed in terms of percentage amount of such prepayment), plus accrued interest to the date of prepayment.

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

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

For the payment of the instalments of principal of and interest on this Note, as the same respectively mature, there are hereby pledged so much as may be needed of the revenues

derived from the tax imposed pursuant to Article 1, Chapter 12, Title 65, Code of Laws of South Carolina, 1962.

The pledge of the revenues derived from the tax imposed pursuant to Article 1, Chapter 12, Title 65, Code of Laws of South Carolina, 1962, is on a parity with existing pledges made to secure the following outstanding obligations, viz.:

- (1) The now outstanding \$1,062,500 of an original issue of \$2,125,000 State Notes, dated 2-1-58, issued for various State Institutions;
- (2) The now outstanding \$180,000 of an original issue of \$300,000 State Notes, dated 10-1-57, issued for Clemson College;
- (3) The now outstanding \$120,000 of an original issue of \$150,000 State Notes, dated 8-1-60, issued for Clemson College;
- (4) The now outstanding \$120,000 of an original issue of \$150,000 State Notes, dated 8-1-60, issued for the University of South Carolina;
- (5) The now outstanding \$180,000 of an original issue of \$300,000 State Notes, dated 10-1-57, issued for the University of South Carolina;
- (6) The now outstanding \$120,000 of an original issue of \$200,000 State Notes, dated 7-1-59, issued for the Archives Department;
- (7) The now outstanding \$1,500,000 State Penitentiary Notes, dated 11-1-62; and
- (8) The now outstanding \$1,035,000 South Carolina State Notes, First Series of 1963, dated 7-1-63, issued pursuant to Section 9 of Part II of the Enabling Act.

The right is further reserved to issue additional obligations of the State of South Carolina pursuant to the Enabling Act or pursuant to legislation subsequently enacted, and to be secured by a pledge of the revenues derived from the tax imposed pursuant to Article 1, Chapter 12, Title 65, Code of Laws of South Carolina, 1962, on a parity with the pledge securing this obligation and the other obligations on a parity therewith, to the extent and under the conditions related in the Enabling Act.

IT IS HEREBY CERTIFIED AND RECITED that all conditions, acts and things required by the Constitution or Statutes of the State of South Carolina to exist, be performed or happen precedent to or in the issuance of this Note, exist, have been per-

formed and have happened, and that the amount of this Note, together with all other indebtedness of the State of South Carolina, does not exceed any limit prescribed by such Constitution or Statutes.

IN WITNESS WHEREOF, the STATE OF SOUTH CAROLINA has caused this NOTE to be signed by the Governor of South Carolina and by the State Treasurer of South Carolina, and has caused the Great Seal of the State to be affixed hereto or impressed hereon and attested by the Secretary of State, and this Note to be dated as of the first day of July, 1963.

Governor

(SEAL)

State Treasurer

Attest:

Secretary of State

THIS NOTE delivered at Columbia, South Carolina, this _____ day of _____, 1964. Interest hereon accrues from the said date.

State Treasurer

FORM OF ASSIGNMENT

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

FOR VALUE RECEIVED, the undersigned hereby sells, assigns and transfers unto _____ the within Note 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
July 1, 1963	State Budget and Control Board of South Carolina, as Trustee	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____

PAYMENT RECORD

Due Date	Principal Payment	Principal Balance Due	Interest Payment 4-1/2%	Date Paid	Signature of State Treasurer or his Deputy
July 1, 1964	:	:	:	:	:
	:	:	:	:	:
Jan. 1, 1965	:	:	:	:	:
	:	:	:	:	:
July 1, 1965	:	:	:	:	:
	:	:	:	:	:
Jan. 1, 1966	:	:	:	:	:
	:	:	:	:	:
July 1, 1966	:	:	:	:	:
	:	:	:	:	:
Jan. 1, 1967	:	:	:	:	:
	:	:	:	:	:
July 1, 1967	:	:	:	:	:
	:	:	:	:	:
Jan. 1, 1968	:	:	:	:	:
	:	:	:	:	:
July 1, 1968	:	:	:	:	:
	:	:	:	:	:
Jan. 1, 1969	:	:	:	:	:
	:	:	:	:	:
July 1, 1969	:	:	:	:	:
	:	:	:	:	:
Jan. 1, 1970	:	:	:	:	:
	:	:	:	:	:
July 1, 1970	:	:	:	:	:
	:	:	:	:	:
Jan. 1, 1971	:	:	:	:	:
	:	:	:	:	:
July 1, 1971	:	:	:	:	:
	:	:	:	:	:
Jan. 1, 1972	:	:	:	:	:
	:	:	:	:	:
July 1, 1972	:	:	:	:	:
	:	:	:	:	:
Jan. 1, 1973	:	:	:	:	:
	:	:	:	:	:
July 1, 1973	:	:	:	:	:
	:	:	:	:	:
Jan. 1, 1974	:	:	:	:	:
	:	:	:	:	:
July 1, 1974	:	:	:	:	:

PAYMENT RECORD

Due Date	Principal Payment	Principal Balance Due	Interest Payment 4-1/2%	Date Paid	Signature of State Treasurer or his Deputy
Jan. 1, 1975	:	:	:	:	:
July 1, 1975	:	:	:	:	:
Jan. 1, 1976	:	:	:	:	:
July 1, 1976	:	:	:	:	:
Jan. 1, 1977	:	:	:	:	:
July 1, 1977	:	:	:	:	:
Jan. 1, 1978	:	:	:	:	:
July 1, 1978	:	:	:	:	:

ARTICLE V

REPEALING CLAUSE

Section 1.

All resolutions or parts of resolutions inconsistent
herewith are hereby repealed.

No. 11
2-4-64

A RESOLUTION

MAKING PROVISION FOR THE ISSUANCE OF \$750,000 OF NOTES OF THE STATE OF SOUTH CAROLINA FOR THE PURPOSE OF RAISING MONEYS FOR THE STATE HOSPITAL AND FOR WHITTEN VILLAGE FOR FURTHER FACILITIES FOR SUCH INSTITUTIONS.

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

ARTICLE I

FINDINGS OF FACT

As an incident to the adoption of this Resolution the State Budget and Control Board of the State of South Carolina (the State Board) finds that the facts set forth in this Article are in all respects true and correct:

1. It was provided by Act No. 455 of the Acts of the General Assembly for the year 1961 that notes of the State of South Carolina be issued for the following purposes and in the following amounts:

(a) Not exceeding \$5,000,000 for constructing and equipping additional facilities for the South Carolina State Hospital; and

(b) Not exceeding \$1,000,000 for additional facilities at Whitten Village.

2. The scope of Act No. 455 of 1961 was enlarged by Act No. 1007 of the Acts of 1962, which in effect increased the expenditures authorized for, and the indebtedness that might be incurred for, the State Hospital to \$6,000,000, upon the condition that \$1,000,000 of notes which had then been issued be retired.

3. Act No. 455 of 1961 has been further amended by Section 10 of Part II of Act No. 284 of the Acts of 1963 which increased the expenditure authorized for Whitten Village and the amount of notes to be issued therefor to \$2,100,000.

4. Act No. 455 of 1961, as enlarged and amended by the Acts of 1962 and 1963, is collectively referred to as the Enabling Act, as amended.

5. Pursuant to the Enabling Act, as amended, there have been issued Notes of the State of South Carolina to the following extent (exclusive of \$1,000,000 of Notes issued for the State Hospital under date of June 1, 1961 and afterwards retired):

- (1) \$ 550,000 for Whitten Village by Note dated June 1, 1961.
- (11) \$ 950,000 for Whitten Village by Note dated June 1, 1962.
- (111) \$1,000,000 for the State Hospital by Note dated June 1, 1961.
- (1v) \$1,000,000 for the State Hospital by Note dated September 1, 1962.

6. The State Board finds it necessary that additional moneys be furnished to each of the State Hospital and Whitten Village, in order that the programs authorized by the Enabling Act, as amended may be continued.

7. The notes to be issued for both institutions are additionally secured by a pledge of the revenues derived from the tax levied by the State of South Carolina upon inheritances, gifts, and the estates of deceased persons (viz., the tax levied by Chapter 9, Title 65, Code of Laws of South Carolina, 1962).

8. All of the notes now outstanding pursuant to the Enabling Act, as amended, are held by the State Board in its capacity as Trustee of the funds of the South Carolina State Retirement System.

9. By reason of the fact that the last amendment to the Enabling Act as formerly constituted was enacted after the issuance of the notes described in paragraph 5, it is necessary that the State Board consent that the notes, whose issuance is here provided for and others hereafter to be issued pursuant to the Enabling Act, as amended, be placed on a parity with the notes now outstanding.

10. The State Board therefore proposes to accomplish the following in the adoption of this Resolution:

(1) Effect the issuance of \$500,000 of Notes for the State Hospital;

(2) Provide that such Notes shall be on a parity in all respects with notes heretofore issued for the State Hospital and more particularly described in sub-paragraphs (iii) and (iv) of Paragraph 5, supra;

(3) Effect the issuance of \$250,000 of Notes for Whitten Village;

(4) Provide that such Notes shall be on a parity in all respects with notes heretofore issued for Whitten Village and more particularly described in sub-paragraphs (i) and (ii) of Paragraph 5, supra; and

(5) Provide for the purchase of the Notes by itself as Trustee of the funds of the South Carolina Retirement System.

ARTICLE II

ISSUANCE OF BONDS FOR STATE HOSPITAL

SECTION 1.

Pursuant to the provisions of the Enabling Act, as amended, the State Budget and Control Board authorizes and empowers the Governor and State Treasurer to issue \$500,000 of Notes of the State of South Carolina (herein called "Hospital Notes"), whose proceeds shall be expended to defray costs to be incurred by the Mental Health Commission for additional facilities at South Carolina State Hospital which are authorized by said Enabling Act, as amended.

SECTION 2.

Said Hospital Notes shall be initially issued in fully registered form as a single fully registered Note, in the name of State Budget and Control Board of South Carolina, as Trustee of the funds of the South Carolina Retirement System, and

payable to said State Budget and Control Board of South Carolina, as such Trustee, or to its assigns. The said Hospital Notes as initially issued may be afterwards re-issued in coupon form in the denomination of \$1,000 each, and with numbering corresponding to the unmatured instalments of principal, upon the request and at the expense of the registered holder thereof, and upon such terms and in such form as the State Budget and Control Board shall prescribe, and if hereafter, pursuant to the request of such registered holder the State Budget and Control Board shall make provision for the conversion of said fully registered Note (or portions thereof) into notes in coupon form, then in such event it shall become the duty of those who may hold office as Governor and State Treasurer to effect the execution, issuance and delivery of such Hospital Notes in coupon form.

SECTION 3.

Said Hospital Notes shall be dated January 1, 1964, shall bear interest at the rate of four and one-half per centum (4-1/2%) per annum, payable on the first days of January and July of each year, beginning July 1, 1964, and shall mature in twenty successive equal annual instalments of \$25,000 each on January 1 in each of the years 1965 to 1984, inclusive.

SECTION 4.

The State of South Carolina reserves the right to effect the prepayment, on any interest payment date after January 1, 1968, of any portion of the indebtedness evidenced by said Hospital Notes that it may determine upon, in the inverse chronological order of the maturities of the principal instalments, and in multiples of \$1,000, at a redemption price equal to the par value of the principal amount so redeemed, and accrued interest to the date fixed for redemption, plus a redemption premium equal to 2% of the principal amount so redeemed.

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

SECTION 5.

Payment of interest and instalments of principal of said Hospital Notes, and portions thereof (if the privilege of redemption be exercised) shall be effected by check or draft drawn by the State Treasurer to the order of the registered holder, who shall use therefor funds hereinafter pledged for the payment of the principal and interest thereof. All payments of principal shall be duly endorsed upon the payment record appended to said registered note.

SECTION 6.

If hereafter, pursuant to the right granted to the holder of said registered note, it shall cause the same to be converted into coupon form, then in such instance all payments of principal and interest shall be payable at the office of the State Treasurer in the City of Columbia, State of South Carolina, or, at any agency of the State of South Carolina in the City of New York, State of New York. The right to effect prepayment of Hospital Notes issued in coupon form shall continue and the method of giving notice of the right to redeem shall be hereafter prescribed by the State Budget and Control Board in proceedings to be adopted providing for the conversion of such Hospital Notes into coupon form.

SECTION 7.

Such Hospital Notes as originally issued in fully registered form shall be executed on behalf of the State of South Carolina by the Governor and State Treasurer. The Great Seal of the State shall be affixed thereto and the same shall be attested by the Secretary of State. If hereafter all or any

portion of the principal of such Note shall be converted into Hospital Notes in coupon form, such Notes in coupon form shall be dated as of January 1, 1964, and shall be executed by those holding the aforesaid offices on the date of the conversion. Coupons to be attached to such Hospital Notes when outstanding in coupon form shall be signed by the facsimile signature of the person holding office as State Treasurer on the occasion of the conversion.

SECTION 8.

Subject (as provided for in Section 9, infra) to the right reserved to issue additional Hospital Notes pursuant to the Enabling Act, as amended, and to the extent therein permitted, on a parity in all respects with the Hospital Notes now outstanding and herewith provided to be issued, for the payment of the principal and interest of said Hospital Notes there are hereby pledged all revenues derived by South Carolina State Hospital from its paying patients. Such moneys when collected by the Treasurer of South Carolina State Hospital, or his deputies or agents, shall be remitted monthly to the State Treasurer, who shall cause the same to be deposited in a special fund applicable solely to the payment of the principal and interest of such Hospital Notes, as the same respectively mature, Moneys in such fund may be invested and reinvested in direct obligations of the United States of America and said fund shall be applied solely to effect the payment of the principal and interest of all Hospital Notes issued pursuant to the Enabling Act, as amended.

Subject to the right reserved by the Enabling Act, as amended (and hereinafter by Section 2 of Article IV specifically set forth), to issue additional obligations of the State of South Carolina, secured by a pledge or pledges on a parity with the pledges made to additionally secure the payment of the principal and interest of the Hospital Notes issued pursuant to the

Enabling Act, as amended, there is hereby pledged so much of the revenues as may be derived from the tax or taxes imposed by the provisions of Chapter 9, Title 65, Code of Laws of South Carolina, 1962, or any tax levied by the State of South Carolina in lieu of the present tax levied upon inheritances, gifts and the estates of deceased persons.

Whenever funds derived from paying patients of South Carolina State Hospital shall be insufficient to effect the punctual payment of the principal and interest of Hospital Notes, the State Treasurer shall forthwith withdraw from the moneys derived from the tax levied by the State of South Carolina on inheritances, gifts and the estates of deceased persons, sufficient moneys to effect the punctual payment of the principal and interest of Hospital Notes, all without preference or priority of any sort.

The pledge herewith made of moneys derived from taxes levied upon inheritances, gifts and the estates of deceased persons is hereby declared to be on a parity with the following pledges:

- (a) The pledges heretofore made to additionally secure all Notes heretofore issued pursuant to the Enabling Act, as amended; and
- (b) The pledges hereafter to be made to additionally secure the payment of the principal of and interest on Notes to be hereafter issued pursuant to the Enabling Act, as amended.

SECTION 9.

The right is reserved to hereafter effect the issuance of additional Hospital Notes within the aggregate principal limitations now set forth in said Enabling Act, as amended, and such additional Hospital Notes when issued pursuant thereto shall

be on a parity in all respects with the Hospital Notes now outstanding and the Hospital Notes whose issuance is herewith provided for, notwithstanding that such additional Hospital Notes may bear a different interest rate, numbering, date, date of execution or date of delivery, and in the event that additional Hospital Notes be issued pursuant to the Enabling Act, as amended, the revenues derived from paying patients at South Carolina State Hospital and the special fund established above for the payment of the principal and interest of all Hospital Notes issued pursuant to the Enabling Act, as amended, shall be equally available for the payment of the principal and interest of additional Hospital Notes issued pursuant to said Enabling Act, as amended, and said additional Hospital Notes may be additionally secured as authorized by Section 8 supra.

SECTION 10.

The form of said Hospital Notes as originally issued in fully registered form shall be as follows:

UNITED STATES OF AMERICA

STATE OF SOUTH CAROLINA

SOUTH CAROLINA STATE HOSPITAL NOTE

(ISSUED PURSUANT TO ACT NO. 455 OF THE ACTS OF
1961 AS AMENDED BY THE ACTS OF 1962 AND 1963)

NUMBER R-4

\$500,000

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

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

FIVE HUNDRED THOUSAND DOLLARS

on the first day of January in the years and instalments as
follows:

<u>Year</u>	<u>Principal Amount</u>	<u>Year</u>	<u>Principal Amount</u>
1965	\$25,000	1975	\$25,000
1966	25,000	1976	25,000
1967	25,000	1977	25,000
1968	25,000	1978	25,000
1969	25,000	1979	25,000
1970	25,000	1980	25,000
1971	25,000	1981	25,000
1972	25,000	1982	25,000
1973	25,000	1983	25,000
1974	25,000	1984	25,000

and to pay to the registered holder hereof interest on the balance
of said principal sum from time to time remaining unpaid, at the
rate of four and one-half per centum (4-1/2%) per annum, from the
date of the delivery hereof (as established by the certification
endorsed hereon), payable on January 1 and July 1 of each year,
commencing July 1, 1964, until the principal amount hereof has
been fully paid. Both the principal of and interest on this Note
are payable in any coin or currency which, on the respective
dates of payment thereof, shall be legal tender for the payment
of public and private debts, by check or draft issued by the
State Treasurer of the State of South Carolina to the registered
holder hereof.

UNITED STATES OF AMERICA

STATE OF SOUTH CAROLINA

SOUTH CAROLINA STATE HOSPITAL NOTE

(ISSUED PURSUANT TO ACT NO. 455 OF THE ACTS OF
1961 AS AMENDED BY THE ACTS OF 1962 AND 1963)

NUMBER R-4

\$500,000

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

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

FIVE HUNDRED THOUSAND DOLLARS

on the first day of January in the years and instalments as
follows:

<u>Year</u>	<u>Principal Amount</u>	<u>Year</u>	<u>Principal Amount</u>
1965	\$25,000	1975	\$25,000
1966	25,000	1976	25,000
1967	25,000	1977	25,000
1968	25,000	1978	25,000
1969	25,000	1979	25,000
1970	25,000	1980	25,000
1971	25,000	1981	25,000
1972	25,000	1982	25,000
1973	25,000	1983	25,000
1974	25,000	1984	25,000

and to pay to the registered holder hereof interest on the balance
of said principal sum from time to time remaining unpaid, at the
rate of four and one-half per centum (4-1/2%) per annum, from the
date of the delivery hereof (as established by the certification
endorsed hereon), payable on January 1 and July 1 of each year,
commencing July 1, 1964, until the principal amount hereof has
been fully paid. Both the principal of and interest on this Note
are payable in any coin or currency which, on the respective
dates of payment thereof, shall be legal tender for the payment
of public and private debts, by check or draft issued by the
State Treasurer of the State of South Carolina to the registered
holder hereof.

THIS NOTE, designated as SOUTH CAROLINA STATE HOSPITAL NOTE, is issued pursuant to and in accordance with the Constitution and Laws of the State of South Carolina, including particularly the provisions of Act No. 455 of the Acts of the General Assembly of the State of South Carolina for the year 1961, as amended by Act No. 1007 of the Acts of 1962 and as further amended by Section 10 of Part II of Act No. 284 of the Acts of 1963 (herein collectively called the Enabling Act, as amended), and Resolutions duly adopted by the State Budget and Control Board of South Carolina for the purpose of raising moneys for additional facilities at South Carolina State Hospital.

In addition to the instalments of principal required to be paid as hereinabove set forth, the right is reserved to the State of South Carolina to prepay on January 1, 1968, and all subsequent interest payment dates, instalments of principal in inverse chronological order, and in multiples of \$1,000, and at the price of 102% (expressed in terms of percentage amount of such prepayment), plus accrued interest to the date of prepayment.

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

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

As provided in the Resolution of State Budget and Control Board, making provision for the issuance of this Note, this Note is exchangeable, at the expense of the holder, and upon terms and conditions to be prescribed by the said State Budget and Control Board, for coupon Notes in such form as the said State Budget and Control Board shall prescribe, of the denomination of \$1,000 each, in an aggregate principal amount equal to the unpaid principal amount of this Note on the occasion of such conversion.

For the payment of the instalments of principal of and interest on this Note, as the same respectively mature, there are hereby pledged all revenues derived from paying patients at South Carolina State Hospital and the moneys in the Sinking Fund established pursuant to the directive of the Enabling Act, as amended. And in addition thereto, and as further security for the payment of the instalments of principal of and interest on this Note, there are hereby pledged, to the extent related in the aforesaid Resolution of the State Budget and Control Board, the revenues derived by the State of South Carolina from the taxes levied upon inheritances, gifts and estates of deceased persons.

The pledge of revenues derived from paying patients at South Carolina State Hospital is declared to be on a parity with the pledges heretofore made or hereafter to be made to secure the payment of the principal and interest of Notes issued or to be issued for South Carolina State Hospital pursuant to the Enabling Act, as amended.

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

The right is further reserved to issue additional obligations of the State of South Carolina pursuant to the Enabling Act, as amended, or pursuant to legislation subsequently to be enacted and to be secured in whole or in part by a pledge, on a parity with the pledge of revenues derived from the taxes levied upon inheritances, gifts and estates of deceased persons, additionally securing this Note.

IT IS HEREBY CERTIFIED AND RECITED that all conditions, acts and things required by the Constitution or Statutes of the State of South Carolina to exist, be performed or happen precedent to or in the issuance of this Note, exist, have been performed and have happened, and that the amount of this Note, together with all other indebtedness of the State of South Carolina, does not exceed any limit prescribed by such Constitution or Statutes.

IN WITNESS WHEREOF, the STATE OF SOUTH CAROLINA has caused this Note to be signed by the Governor of South Carolina and by the State Treasurer of South Carolina, and has caused the Great Seal of the State to be affixed hereto or impressed hereon and attested by the Secretary of State, and this Note to be dated the first day of January, A. D. 1964.

(SEAL)

Governor

State Treasurer

Attest:

Secretary of State

FORM OF ASSIGNMENT

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

FOR VALUE RECEIVED, the undersigned hereby sells, assigns and transfers unto _____ the within Note 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: _____

_____, 19____.

<u>Date of Registration</u>	<u>Name of Registered Holder</u>	<u>Signature of State Treasurer or Deputy</u>
<u>January 1, 1964</u>	<u>State Budget and Control Board of South Carolina, as Trustee</u>	

PAYMENT RECORD

Due Date	Principal Payment	Principal Balance Due	Interest Payment 4-1/2%	Date Paid	Signature of State Treasurer or his Deputy
July 1, 1964:	:	:	:	:	:
Jan. 1, 1965:	\$25,000	:	:	:	:
July 1, 1965:	:	:	:	:	:
Jan. 1, 1966:	\$25,000	:	:	:	:
July 1, 1966:	:	:	:	:	:
Jan. 1, 1967:	\$25,000	:	:	:	:
July 1, 1967:	:	:	:	:	:
Jan. 1, 1968:	\$25,000	:	:	:	:
July 1, 1968:	:	:	:	:	:
Jan. 1, 1969:	\$25,000	:	:	:	:
July 1, 1969:	:	:	:	:	:
Jan. 1, 1970:	\$25,000	:	:	:	:
July 1, 1970:	:	:	:	:	:
Jan. 1, 1971:	\$25,000	:	:	:	:
July 1, 1971:	:	:	:	:	:
Jan. 1, 1972:	\$25,000	:	:	:	:
July 1, 1972:	:	:	:	:	:
Jan. 1, 1973:	\$25,000	:	:	:	:
July 1, 1973:	:	:	:	:	:
Jan. 1, 1974:	\$25,000	:	:	:	:
July 1, 1974:	:	:	:	:	:

PAYMENT RECORD

Due Date	Principal Payment	Principal Balance Due	Interest Payment 4-1/2%	Date Paid	Signature of State Treasurer or his Deputy
Jan. 1, 1975:	\$25,000				
July 1, 1975:					
Jan. 1, 1976:	\$25,000				
July 1, 1976:					
Jan. 1, 1977:	\$25,000				
July 1, 1977:					
Jan. 1, 1978:	\$25,000				
July 1, 1978:					
Jan. 1, 1979:	\$25,000				
July 1, 1979:					
Jan. 1, 1980:	\$25,000				
July 1, 1980:					
Jan. 1, 1981:	\$25,000				
July 1, 1981:					
Jan. 1, 1982:	\$25,000				
July 1, 1982:					
Jan. 1, 1983:	\$25,000				
July 1, 1983:					
Jan. 1, 1984:	\$25,000				

ARTICLE III

ISSUANCE OF BONDS FOR WHITTEN VILLAGE

SECTION 1.

Pursuant to the provisions of the Enabling Act, as amended, the State Budget and Control Board authorizes and empowers the Governor and State Treasurer to issue \$250,000 of Notes of the State of South Carolina (herein called "Whitten Village Notes"), whose proceeds shall be expended to defray the costs to be incurred for additional facilities at Whitten Village which are authorized by said Enabling Act, as amended.

SECTION 2.

Said Whitten Village Notes shall be initially issued in fully registered form and as a single fully registered Note, in the name of State Budget and Control Board of South Carolina, as Trustee of the funds of the South Carolina Retirement System, and payable to said State Budget and Control Board of South Carolina, as such Trustee, or to its assigns. The said Whitten Village Notes as initially issued may be afterwards re-issued in coupon form in the denomination of \$1,000 each, and with numbering corresponding to the unmatured instalments of principal, upon the request and at the expense of the registered holder thereof, and upon such terms and in such form as the State Budget and Control Board shall prescribe, and if hereafter, pursuant to the request of such registered holder, the State Budget and Control Board shall make provision for the conversion of said fully registered Note (or portions thereof), into Notes in coupon form, then in such event it shall become the duty of those who may hold office as Governor and State Treasurer to effect the execution, issuance and delivery of such Whitten Village Notes in coupon form.

SECTION 3.

Said Whitten Village Notes shall be dated January 1, 1964, shall bear interest at the rate of four and one-half per centum (4-1/2%) per annum, payable on the first days of January and July of each year, beginning July 1, 1964, and shall mature

in fifteen annual instalments as follows: SEVENTEEN THOUSAND DOLLARS (\$17,000) on January 1 in each of the years 1965 to 1974, inclusive; and SIXTEEN THOUSAND DOLLARS (\$16,000) on January 1 in each of the years 1975 to 1979, inclusive.

SECTION 4.

The State of South Carolina reserves the right to effect the prepayment, on any interest payment date after January 1, 1968, of any portion of the indebtedness evidenced by said Whitten Village Notes that it may determine upon, in the inverse chronological order of the maturities of the principal instalments, and in multiples of \$1,000, at a redemption price equal to the par value of the principal amount so redeemed, and accrued interest to the date fixed for redemption, plus a redemption premium equal to 2% of the principal amount so redeemed.

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

SECTION 5.

Payment of interest and instalments of principal of said Whitten Village Notes, and portions thereof (if the privilege of redemption be exercised), shall be effected by check or draft drawn by the State Treasurer to the order of the registered holder, who shall use therefor funds hereinafter pledged for the payment of the principal and interest thereof. All payments of principal shall be duly endorsed upon the Payment Record appended to said registered Note.

SECTION 6.

If hereafter, and pursuant to the right granted to the holder of said registered Note, it shall cause the same to be converted into coupon form, then in such instance all payments

of principal and interest shall be payable at the office of the State Treasurer in the City of Columbia, State of South Carolina, or, at any agency of the State of South Carolina, in the City of New York, State of New York. The right to effect prepayment of Whitten Village Notes issued in coupon form shall continue and the method of giving notice of the right to redeem shall be hereafter prescribed by the State Budget and Control Board in proceedings to be adopted providing for the conversion of such Whitten Village Notes into coupon form.

SECTION 7.

Such Whitten Village Notes as originally issued in fully registered form shall be executed on behalf of the State of South Carolina by the Governor and State Treasurer. The Great Seal of the State shall be affixed thereto and the same shall be attested by the Secretary of State. If hereafter all or any portion of the principal of such Note shall be converted into Whitten Village Notes in coupon form, such notes in coupon form shall be dated as of January 1, 1964, and shall be executed by those holding the aforesaid offices on the date of of the conversion. Coupons to be attached to such Whitten Village Notes when outstanding in coupon form shall be signed by the facsimile signature of the person holding office as State Treasurer on the occasion of the conversion.

SECTION 8.

Subject (as provided for in Section 9, infra) to the right reserved to issue additional Whitten Village Notes pursuant to the Enabling Act, as amended, and to the extent therein permitted, on a parity in all respects with the Whitten Village Notes now outstanding and herewith provided to be issued, for the payment of the principal and interest of said Whitten Village Notes there are hereby pledged all revenues derived by Whitten Village from its paying patients. Such moneys when collected by the Treasurer of Whitten Village, or his deputies or agents, shall be remitted monthly to the State Treasurer, who shall cause

the same to be deposited in a special fund applicable solely to the payment of the principal and interest of such Whitten Village Notes, as the same respectively mature. Moneys in such fund may be invested and reinvested in direct obligations of the United States of America and said fund shall be applied solely to effect the payment of the principal and interest of all Whitten Village Notes issued pursuant to the Enabling Act, as amended.

Subject to the right reserved by the Enabling Act, as amended (and hereinafter by Section 2 of Article IV specifically set forth), to issue additional obligations of the State of South Carolina, secured by a pledge or pledges on a parity with the pledges made to additionally secure the payment of the principal and interest of the Whitten Village Notes issued pursuant to the Enabling Act, as amended, there is hereby pledged so much of the revenues as may be derived from the tax or taxes imposed by the provisions of Chapter 9, Title 65, Code of Laws of South Carolina, 1962, or any tax levied by the State of South Carolina in lieu of the present tax levied upon inheritances, gifts and the estates of deceased persons.

Whenever funds derived from paying patients of Whitten Village shall be insufficient to effect the punctual payment of the principal and interest of Whitten Village Notes, the State Treasurer shall forthwith withdraw from the moneys derived from the tax levied by the State of South Carolina on inheritances, gifts and the estates of deceased persons, sufficient moneys to effect the punctual payment of the principal and interest of Whitten Village Notes, all without preference or priority of any sort.

The pledge herewith made of moneys derived from taxes levied upon inheritances, gifts and the estates of deceased persons is hereby declared to be on a parity with the following pledges:

- (a) The pledges heretofore made to additionally secure all Notes heretofore issued pursuant to the Enabling Act, as amended; and
- (b) The pledges hereafter to be made to additionally secure the payment of the principal of and interest on Notes to be hereafter issued pursuant to the Enabling Act, as amended.

SECTION 9.

The right is reserved to hereafter effect the issuance of additional Whitten Village Notes within the aggregate principal limitations now set forth in said Enabling Act, as amended, and such additional Whitten Village Notes when issued pursuant thereto shall be on a parity in all respects with the Whitten Village Notes now outstanding and for the Whitten Village Notes whose issuance is herewith provided for, notwithstanding that such additional Whitten Village Notes may bear a different interest rate, numbering, date, date of execution or date of delivery, and in the event that additional Whitten Village Notes be issued pursuant to the Enabling Act, as amended, the revenues derived from paying patients at Whitten Village and the special fund established above for the payment of the principal and interest of all Whitten Village Notes issued pursuant to the Enabling Act, as amended, shall be equally available for the payment of the principal and interest of additional Whitten Village Notes issued pursuant to said Enabling Act, as amended, and said additional Whitten Village Notes may be additionally secured as authorized by Section 8 supra.

SECTION 10.

The form of said Whitten Village Notes as originally issued in fully registered form shall be as follows:

UNITED STATES OF AMERICA

STATE OF SOUTH CAROLINA

WHITTEN VILLAGE NOTE

(ISSUED PURSUANT TO ACT NO. 455 OF THE ACTS OF
1961 AS AMENDED BY THE ACTS OF 1962 AND 1963)

NUMBER R-3

\$250,000

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

STATE BUDGET AND CONTROL BOARD OF SOUTH CAROLINA

as Trustee of the funds of the South Carolina Retirement System,
or its registered assigns, the principal sum of

TWO HUNDRED FIFTY THOUSAND DOLLARS

on the first day of January in the years and instalments as follows:

<u>Year</u>	<u>Principal Amount</u>	<u>Year</u>	<u>Principal Amount</u>
1965	\$17,000	1973	\$17,000
1966	17,000	1974	17,000
1967	17,000	1975	16,000
1968	17,000	1976	16,000
1969	17,000	1977	16,000
1970	17,000	1978	16,000
1971	17,000	1979	16,000
1972	17,000		

and to pay to the registered holder hereof interest on the balance
of said principal sum from time to time remaining unpaid, at the
rate of four and one-half per centum (4-1/2%) per annum, from the
date of the delivery hereof (as established by the certification
endorsed hereon), payable on January 1 and July 1 of each year,
commencing July 1, 1964, until the principal amount hereof has
been fully paid. Both the principal of and interest on this Note
are payable in any coin or currency which, on the respective
dates of payment thereof, shall be legal tender for the payment
of public and private debts, by check or draft issued by the
State Treasurer of the State of South Carolina to the registered
holder hereof.

THIS NOTE, designated as WHITTEN VILLAGE NOTE, is
issued pursuant to and in accordance with the Constitution and
Laws of the State of South Carolina, including particularly the
provisions of Act No. 455 of the Acts of the General Assembly
of the State of South Carolina for the year 1961, as amended by

Act No. 1007 of the Acts of 1962 and as further amended by Section 10 of Part II of Act No. 284 of the Acts of 1963 (herein collectively called the Enabling Act, as amended), and Resolutions duly adopted by the State Budget and Control Board of South Carolina for the purpose of raising moneys for additional facilities at Whitten Village.

In addition to the instalments of principal required to be paid as heretofore set forth, the right is reserved to the State of South Carolina to prepay on January 1, 1969, and all subsequent interest payment dates, instalments of principal in inverse chronological order, and in multiples of \$1,000, and at the price of 102% (expressed in terms of percentage amount of such prepayment), plus accrued interest to the date of prepayment.

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

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

As provided in the Resolution of State Budget and Control Board, making provision for the issuance of this Note, this Note is exchangeable at the expense of the holder, and upon terms and conditions to be prescribed by the said State Budget and Control Board, for coupon Notes in such form as the said State Budget and Control Board shall prescribe, of the denomination of \$1,000 each, in an aggregate principal amount equal to the unpaid principal amount of this Note on the occasion of such conversion.

For the payment of the instalments of principal of and interest on this Note, as the same respectively mature, there are hereby pledged all revenues derived from paying patients at Whitten Village and the moneys in the Sinking Fund established pursuant to the directive of the Enabling Act, as amended. And in addition thereto, and as further security for the payment of the instalments of principal of and interest on this Note, there are hereby pledged, to the extent related in the afore-said Resolution of the State Budget and Control Board, the revenues derived by the State of South Carolina from the taxes levied upon inheritances, gifts and estates of deceased persons.

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

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

The right is reserved to issue additional obligations of the State of South Carolina to be authorized by legislation subsequently to be enacted and to be secured by a pledge on a parity with the pledge of revenues derived from the taxes levied upon inheritances, gifts and estates of deceased persons, to the extent and under the conditions related in the Enabling Act, as amended.

IT IS HEREBY CERTIFIED AND RECITED that all conditions, acts and things required by the Constitution or Statutes of the State of South Carolina to exist, be performed or happen precedent to or in the issuance of this Note, exist, have been performed and have happened, and that the amount of this Note, together with all other indebtedness of the State of South Carolina, does not exceed any limit prescribed by such Constitution or Statutes.

IN WITNESS WHEREOF, the STATE OF SOUTH CAROLINA has caused this NOTE to be signed by the Governor of South Carolina and by the State Treasurer of South Carolina, and has caused the Great Seal of the State to be affixed hereto or impressed hereon and attested by the Secretary of State, and this Note to be dated the first day of January, 1964.

Governor

(SEAL)

State Treasurer

Attest:

Secretary of State

FORM OF ASSIGNMENT

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

For VALUE RECEIVED, the undersigned hereby sells, assigns and transfers unto _____ the within Note 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
January 1, 1964	State Budget and Control Board of South Carolina, as Trustee	

PAYMENT RECORD

Due Date	Principal Payment	Principal Balance Due	Interest Payment 4-1/2%	Date Paid	Signature of State Treasurer or his Deputy
July 1, 1964	:	:	:	:	:
Jan. 1, 1965	\$17,000	:	:	:	:
July 1, 1965	:	:	:	:	:
Jan. 1, 1966	\$17,000	:	:	:	:
July 1, 1966	:	:	:	:	:
Jan. 1, 1967	\$17,000	:	:	:	:
July 1, 1967	:	:	:	:	:
Jan. 1, 1968	\$17,000	:	:	:	:
July 1, 1968	:	:	:	:	:
Jan. 1, 1969	\$17,000	:	:	:	:
July 1, 1969	:	:	:	:	:
Jan. 1, 1970	\$17,000	:	:	:	:
July 1, 1970	:	:	:	:	:
Jan. 1, 1971	\$17,000	:	:	:	:
July 1, 1971	:	:	:	:	:
Jan. 1, 1972	\$17,000	:	:	:	:
July 1, 1972	:	:	:	:	:
Jan. 1, 1973	\$17,000	:	:	:	:
July 1, 1973	:	:	:	:	:
Jan. 1, 1974	\$17,000	:	:	:	:
July 1, 1974	:	:	:	:	:

PAYMENT RECORD

Due Date	Principal Payment	Principal Balance Due	Interest Payment 4-1/2%	Date Paid	Signature of State Treasurer or his Deputy
July 1, 1964	:	:	:	:	:
Jan. 1, 1965	: \$17,000	:	:	:	:
July 1, 1965	:	:	:	:	:
Jan. 1, 1966	: \$17,000	:	:	:	:
July 1, 1966	:	:	:	:	:
Jan. 1, 1967	: \$17,000	:	:	:	:
July 1, 1967	:	:	:	:	:
Jan. 1, 1968	: \$17,000	:	:	:	:
July 1, 1968	:	:	:	:	:
Jan. 1, 1969	: \$17,000	:	:	:	:
July 1, 1969	:	:	:	:	:
Jan. 1, 1970	: \$17,000	:	:	:	:
July 1, 1970	:	:	:	:	:
Jan. 1, 1971	: \$17,000	:	:	:	:
July 1, 1971	:	:	:	:	:
Jan. 1, 1972	: \$17,000	:	:	:	:
July 1, 1972	:	:	:	:	:
Jan. 1, 1973	: \$17,000	:	:	:	:
July 1, 1973	:	:	:	:	:
Jan. 1, 1974	: \$17,000	:	:	:	:
July 1, 1974	:	:	:	:	:

PAYMENT RECORD

Due Date	Principal Payment	Principal Balance Due	Interest Payment 4-1/2%	Date Paid	Signature of State Treasurer or his Deputy
Jan. 1, 1975	\$16,000				
July 1, 1975					
Jan. 1, 1976	\$16,000				
July 1, 1976					
Jan. 1, 1977	\$16,000				
July 1, 1977					
Jan. 1, 1978	\$16,000				
July 1, 1978					
Jan. 1, 1979	\$16,000				

ARTICLE IV
STATUS OF PLEDGES MADE HEREIN

SECTION 1.

(a) The State Budget and Control Board, in its capacity as the owner and holder of all Notes heretofore issued pursuant to the Enabling Act prior to its 1963 amendment, hereby consents that the Notes issued pursuant to this Resolution for the State Hospital shall be on a parity in all respects with the Notes heretofore issued for the State Hospital, as well as on a parity with all other Notes hereafter to be issued pursuant to the Enabling Act, as amended for the State Hospital;

(b) The State Budget and Control Board, in its capacity as the owner and holder of all Notes heretofore issued pursuant to the Enabling Act prior to its 1963 amendment, hereby consents that the Notes issued pursuant to this Resolution for Whitten Village shall be on a parity in all respects with the Notes heretofore issued for Whitten Village, as well as on a parity with all other Notes hereafter to be issued pursuant to the Enabling Act, as amended for Whitten Village; and

(a) The State Treasurer is hereby authorized and empowered to place upon the face of all of said Notes heretofore issued a written statement evidencing this action.

SECTION 2.

The pledge of the revenues derived by the State of South Carolina from taxes imposed upon inheritances, gifts and the estates of deceased persons, herein made to additionally secure the South Carolina State Hospital Notes and Whitten Village Notes shall not be deemed closed, and obligations may hereafter be issued by the State of South Carolina (if authorized by appropriate legislative enactment) secured in whole or in part by a pledge of the revenues derived by the State of South Carolina from taxes levied upon inheritances, gifts and the estates of deceased persons, on a parity in all respects with the pledges made to additionally secure obligations issued or to be issued pursuant to the Enabling Act, as amended.

No. 12
2-1-64

THE STATE OF SOUTH CAROLINA.

WHEREAS, The Clemson Agricultural College of South Carolina (Clemson College), by and through its Board of Trustees, has presented an application to the State Budget and Control Board of the State of South Carolina for the sum of Nine Hundred Fifty Thousand Dollars (\$950,000) to finance the cost of constructing and equipping an addition to the Chemistry building known as Brackett Hall; 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 Clemson College, as follows: To pay the cost of constructing and equipping an addition to the Chemistry building known as Brackett 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	\$160
Out-of-State Students	\$410

III.

Such schedule of tuition fees, as applied to regularly enrolled students at Clemson College, on the basis of the number of students regularly enrolled 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 Trustees of Clemson College 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 Clemson Agricultural College of South Carolina	\$950,000
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2. State Institution Bonds which have been issued on behalf of The Clemson Agricultural College of South Carolina, outstanding as of January 2, 1964, are:

(1) \$610,000 of an original issue of \$3,100,000, dated April 1st, 1954. Such bonds mature on April 1st and bear interest as follows:

\$190,000 in the year 1964; and
\$140,000 in each of the years 1965
to 1967, inclusive.

Such bonds bear interest at the rate of 1-3/4% per annum.

(2) \$435,000 of an original issue of \$750,000, dated June 1st, 1955. Such bonds mature on June 1st and bear interest as follows:

\$40,000 in each of the years 1964 to
1966, inclusive; and
\$35,000 in each of the years 1967 to
1975, inclusive.

The bonds maturing in the years 1964 to 1970, inclusive, bear interest at the rate of 1-3/4% per annum, and those maturing in

the years 1971 to 1975, inclusive, bear interest at the rate of 2% per annum.

(3) \$1,628,000 of an original issue of \$2,100,000, dated November 1st, 1957. Such bonds mature on November 1st and bear interest as follows:

\$ 90,000 in the year 1964;
\$ 94,000 in the year 1965;
\$ 97,000 in the year 1966;
\$101,000 in the year 1967;
\$105,000 in the year 1968;
\$109,000 in the year 1969;
\$113,000 in the year 1970;
\$118,000 in the year 1971;
\$123,000 in the year 1972;
\$128,000 in the year 1973;
\$133,000 in the year 1974;
\$138,000 in the year 1975;
\$143,000 in the year 1976; and
\$136,000 in the year 1977.

Such bonds bear interest at the rate of 4% per annum.

(4) \$1,510,000 of an original issue of \$1,900,000, dated May 1st, 1959. Such bonds mature on May 1st and bear interest as follows:

\$110,000 in the year 1964;
\$130,000 in the years 1965 to 1969, inclusive;
\$110,000 in the year 1970;
\$105,000 in the year 1971;
\$100,000 in the year 1972;
\$ 95,000 in the year 1973;
\$ 90,000 in the year 1974;
\$ 60,000 in the year 1975;
\$ 55,000 in the year 1976;
\$ 50,000 in the year 1977;
\$ 45,000 in the year 1978; and
\$ 40,000 in the year 1979.

Such bonds bear interest at the rate of 4% per annum.

(5) \$1,045,000 of an original issue of \$1,065,000, dated May 1st, 1960. Such bonds mature on May 1st and bear interest as follows:

\$ 15,000 in the year 1964;
\$ 55,000 in the year 1965;
\$ 65,000 in the year 1966;
\$ 75,000 in the year 1967;
\$225,000 in the years 1968 and 1969;
\$185,000 in the year 1970;
\$ 30,000 in the years 1971 and 1972;
\$ 25,000 in the years 1973 and 1974;
\$ 20,000 in the years 1975 and 1976;
\$ 15,000 in the years 1977 and 1978; and
\$ 10,000 in the years 1979 and 1980.

Such bonds bear interest at the rate of 5% per annum.

(6) \$760,000 of an original issue of \$800,000, dated May 1st, 1961. Such bonds mature on May 1st and bear interest as follows:

\$ 20,000 in the years 1964 to 1966, inclusive;
\$ 30,000 in the years 1967 and 1968;
\$ 40,000 in the year 1969;
\$120,000 in the year 1970;
\$250,000 in the year 1971;
\$120,000 in the year 1972;
\$ 15,000 in the years 1973 to 1976, inclusive; and
\$ 10,000 in the years 1977 to 1981, inclusive.

Such bonds bear interest at the rate of 4-1/2% per annum.

3. The Board has made the findings required of it by Section 22-25, Code of Laws of South Carolina, 1962.

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 issued for The Clemson Agricultural 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 4-1/2% 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 \$950,000 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 Clemson Agricultural College of South Carolina. Said bonds shall be numbered D 9726 to D 10,675, 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 January 1st, 1964, and shall bear interest payable to the registered holder thereof, semi-annually on January 1st and July 1st in each year, be-

ginning July 1st, 1964.

Each bond of this series maturing subsequent to the year 1974, shall be subject to redemption on January 1st, 1969, 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-half per centum (4-1/2%) per annum, payable semi-annually on the 1st days of January and July 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 July 1st, 1964, shall be diminished to the extent that interest would accrue from January 1st, 1964 to the date of the delivery of the bonds.

VII.

The number of regularly enrolled students at The Clemson Agricultural College of South Carolina, at the close of the last preceding academic semester, which ended on the 31st day of May, 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:

Number of Regularly Enrolled Students	Tuition Fees	Aggregate Amount of Tuition Fees
Resident Students 2,893	\$160	\$462,880.00
Non-resident Students <u>834</u>	<u>\$410</u>	<u>\$341,940.00</u>
3,727		\$804,820.00

VIII.

The tuition fee schedule now in effect at Clemson College 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 Clemson College, after effecting the deduction pemitted by Section 22-25, Code of Laws of South Carolina, 1962.

D. The aggregate amount to be derived by Clemson College from the uition 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 Clemson Agricultural 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% Total Net Debt Service	Sum to be Produced By Tuition Fees for 20 Year Period	Margin of Column (4) Over Column (3)
\$8,899,162.50	\$881,151.09	\$13,348,743.75	\$16,096,400.00	\$4,069,428.64

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
JANUARY 2, 1964

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

Date of Issue	Amount of Original Issue	Outstanding As of January 2, 1964
Issue of April 1, 1954	\$2,900,000	\$ 770,000
Issue of June 1, 1955	\$ 650,000	\$ 370,000
Issue of November 1, 1957	\$1,350,000	\$1,040,000
Issue of April 1, 1960	\$1,500,000	\$1,335,000
Issue of May 1, 1961	\$2,700,000	\$2,470,000
Issue of May 1, 1962	\$1,800,000	\$1,743,000
Total for The University of South Carolina	\$10,900,000	\$7,728,000
*Sinking Fund Jan. 2, 1964	\$ 1,152,825.89	

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 January 2, 1964
Issue of April 1, 1954	\$1,100,000	\$ 55,000
Issue of June 1, 1955	\$ 900,000	\$ 500,000
Issue of November 1, 1957	\$1,576,000	\$1,096,000
Issue of July 1, 1959	\$ 785,000	\$ 625,000
Issue of May 1, 1960	\$ 957,000	\$ 813,000
Issue of May 1, 1961	\$ 400,000	\$ 370,000
Issue of March 1, 1963	\$1,100,000	\$1,100,000
	\$6,818,000	\$4,559,000
*Sinking Fund Jan. 2, 1964	\$ 912,476.86	

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

Date of Issue	Amount of Original Issue	Outstanding As of January 2, 1964
Issue of April 1, 1954	\$1,150,000	\$ 400,000
Issue of May 1, 1960	<u>\$ 980,000</u>	<u>\$ 860,000</u>
Totals for The Medical College	\$2,130,000	\$1,260,000
*Sinking Fund Jan. 2, 1964	\$ 298,030.72	

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

Date of Issue	Amount of Original Issue	Outstanding As of January 2, 1964
Issue of April 1, 1954	\$3,100,000	\$ 610,000
Issue of June 1, 1955	\$ 750,000	\$ 435,000
Issue of November 1, 1957	\$2,100,000	\$1,628,000
Issue of May 1, 1959	\$1,900,000	\$1,510,000
Issue of May 1, 1960	\$1,075,000	\$1,045,000
Issue of May 1, 1961	<u>\$ 800,000</u>	<u>\$ 760,000</u>
Totals for Clemson	\$9,725,000	\$5,988,000
*Sinking Fund Jan. 2, 1964	\$ 881,151.09	

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

Date of Issue	Amount of Original Issue	Outstanding As of January 2, 1964
Issue of April 1, 1954	\$ 950,000	\$ 408,000
Issue of May 1, 1960	\$ 500,000	\$ 465,000
Issue of May 1, 1961	<u>\$ 500,000</u>	<u>\$ 486,000</u>
Totals for South Carolina State College	\$1,950,000	\$1,359,000
*Sinking Fund Jan. 2, 1964	\$ 360,208.05	

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

Date of Issue	Amount of Original Issue	Outstanding As of January 2, 1964
Issue of September 1, 1959	\$1,000,000	\$ 800,000
Issue of May 1, 1962	<u>\$ 800,000</u>	<u>\$ 760,000</u>
Totals for Winthrop College	\$1,800,000	\$1,560,000
*Sinking Fund Jan. 2, 1964	\$ 630,263.25	

S U M M A R Y

Total Institution Bonds Previously issued	\$33,323,000
Additional Bonds herein proposed to be issued	<u>950,000</u>
Total Issues	\$34,273,000
Less Bonds previously retired	<u>10,869,000</u>
Balance Outstanding January 2, 1964	\$23,404,000
Statutory Debt Limit	<u>\$25,000,000</u>
Margin (After issuance of Bonds proposed herein)	\$ 1,596,000
Total Sinking Funds as of January 2, 1964	<u>\$4,234,955.86</u>

X.

This Board does hereby approve the application of The Clemson Agricultural 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.

UNITED STATES OF AMERICA
STATE OF SOUTH CAROLINA
STATE INSTITUTION BOND
SERIES D

(ISSUED ON BEHALF OF THE CLEMSON AGRICULTURAL COLLEGE
OF SOUTH CAROLINA)

Numbers

D to D , \$
inclusive.

The STATE OF SOUTH CAROLINA hereby acknowledges itself indebted, and for value received, hereby 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

on the first day of January, , (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 hereon, 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-half per centum (4-1/2%) per annum, payable semi-annually on the first days of January and July of each year, commencing July 1st, 1964. 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 Nine Hundred Fifty Thousand Dollars (\$950,000) 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 improvements for The Clemson Agricultural College of South Carolina.

EACH BOND of this series maturing subsequent to January 1st, 1974, is subject to redemption on January 1st, 1969, 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. 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 Clemson Agricultural 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 January, A. D. 1964.

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 HIS DEPUTY
January 1, 1964	State Budget and Control Board of South Carolina, as Trustee	_____
_____	_____	_____
_____	_____	_____

SCHEDULE I

SHOWING DEBT SERVICE OF A PROPOSED ISSUE OF STATE INSTITUTION BONDS FOR THE CLEMSON AGRICULTURAL COLLEGE OF SOUTH CAROLINA, TO BE DATED JANUARY 1, 1964, TO BEAR INTEREST AT THE RATE OF 4-1/2% PER ANNUM, PAYABLE SEMI-ANNUALLY ON JANUARY 1 AND JULY 1 OF EACH YEAR AND MATURE ON JANUARY 1 IN EACH YEAR AS SHOWN BELOW

FISCAL YEAR ENDING JUNE 30	PRINCIPAL INSTALMENT	INTEREST TO BE PAID DURING FISCAL YEAR	TOTAL PAY- MENTS FOR FISCAL YEAR
1964	-	-	-
1965	\$ 18,000.00	\$ 42,750.00	\$ 60,750.00
1966	20,000.00	41,940.00	61,940.00
1967	20,000.00	41,040.00	61,040.00
1968	22,000.00	40,140.00	62,140.00
1969	26,000.00	39,150.00	65,150.00
1970	26,000.00	37,980.00	63,980.00
1971	46,000.00	36,810.00	82,810.00
1972	100,000.00	34,740.00	134,740.00
1973	150,000.00	30,240.00	180,240.00
1974	160,000.00	23,490.00	183,490.00
1975	180,000.00	16,290.00	196,290.00
1976	102,000.00	8,190.00	110,190.00
1977	10,000.00	3,600.00	13,600.00
1978	10,000.00	3,150.00	13,150.00
1979	10,000.00	2,700.00	12,700.00
1980	10,000.00	2,250.00	12,250.00
1981	10,000.00	1,800.00	11,800.00
1982	10,000.00	1,350.00	11,350.00
1983	10,000.00	900.00	10,900.00
1984	10,000.00	450.00	10,450.00
	\$950,000.00	\$408,960.00	\$1,358,960.00

No. 13
2-4-64

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 Nine Hundred Fifty Thousand Dollars (\$950,000) State Institution Bonds have been authorized to obtain funds for permanent improvements at The Clemson Agricultural 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-half per centum (4-1/2%) ; 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 \$950,000 State Institution Bonds, to be dated January 1st, 1964, to bear interest at the rate of 4-1/2% per annum, payable semi-annually on the 1st days of January and July 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, accrued interest on said bonds from their date to the date of delivery, be effected.

E N D