

Columbia, South Carolina  
June 8, 1956

The State Budget and Control Board met in the Governor's office on Friday, June 8, at 10:30 A. M. All members of the Board were present.

Mr. Gregg Shockley, who was engaged in renovating the Governor's Mansion, appeared before the Board to discuss estimates of the amount that would be required to place the building in good condition, including the installation of a new heating and air conditioning system. Mr. Shockley estimated that the cost of such work would run to about \$50,000.00, and it was estimated that an additional \$10,000.00 would be required to place the equipment and furnishings of the Mansion in first class condition. The Board approved the expenditure of the estimated amount, agreeing that any available funds from the 1955-56 Civil Contingent Fund be used for the project and any additional funds needed would be supplied from the 1956-1957 Civil Contingent Fund.

The Board discussed the matter of salaries to be paid from lump sum and group appropriations for the fiscal year 1956-1957. It was agreed that the Board would approve any reasonable and necessary increases which could be paid by the various departments and institutions from funds provided without causing, or contributing to, a deficit in the operating fund of the agency.

The Board approved a request from the State Medical College to use up to \$30,000.00 of the proceeds of a former institutional bond issue for filling in marsh and other low ground in the vicinity of the College dormitory, for use for automobile parking and the location of student club meeting houses.

The Board approved an allocation of \$2,400.00 from the 1956-1957 Civil Contingent Fund to the Mental Health Commission for the purpose of employing two part-time employees to investigate the financial status of patients at the State Hospital.

The Board approved a request by Dr. R. F. Poole, President of Clemson College, to provide under the Regional Education plan for three additional students of veterinary medicine at the Georgia School of Veterinary Medicine beginning with the school year 1956-1957.

The Board agreed to allot from the Civil Contingent Fund the sum of \$2,000.00 to the Confederate Home to cover a deficiency of that amount for the year 1955-56, and to the Industrial School for Negro Girls for whatever amount might be necessary to complete operations for the fiscal year 1955-56.

The Board agreed to allot from the 1956-1957 Civil Contingent Fund the sum of \$2,200.00 to cover the cost of eleven shrimp markers to be placed from Caliboge Sound to Edisto River, required by a recent act of the General Assembly.

Upon the request of Mr. Donald Russell, President of the University of South Carolina, the Board agreed to a reallocation of the proceeds of former issues of State Institution Bonds to the exact cost of the various projects covered thereby.

The Board approved a request of the President of the University to establish a sabbatical leave program as approved by the Board of Trustees of the institution.

The Board approved an allocation of \$6,000.00 for a rearrangement of rest rooms on the ground floor of the Capitol Building.

The Board agreed to supply funds to the Fiscal Survey Commission for the printing of the remaining reports to be issued by the Commission.

The attached Resolutions, designated as Exhibits A and B, were introduced by Mr. Bates who moved the adoption of same. The motion was seconded by Mr. W. L. Rhodes, and upon a vote being taken, all members of the Board voted for their adoption.

The Board then adjourned.

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Exhibit A. - Board Minutes.

JMS.  
Ex. A.

WHEREAS, pursuant to an Act of the General Assembly of the State of South Carolina entitled, "AN ACT TO AUTHORIZE THE BOARD OF TRUSTEES OF CLEMSON AGRICULTURAL COLLEGE OF SOUTH CAROLINA, THE BOARD OF TRUSTEES OF THE UNIVERSITY OF SOUTH CAROLINA, AND THE BOARD OF TRUSTEES OF THE COLORED NORMAL, INDUSTRIAL, AGRICULTURAL AND MECHANICAL COLLEGE TO ACQUIRE HOUSING FACILITIES, TO EMPOWER THE RESPECTIVE BOARDS OF TRUSTEES OF SAID INSTITUTIONS TO OBTAIN LOANS FOR SUCH PURPOSES WITH THE AUTHORIZATIONS MADE BY THIS ACT, TO DEFINE THE PROCEDURE BY WHICH SUCH LOANS MAY BE MADE AND THE COVENANTS AND UNDERTAKINGS TO SECURE THE SAME, TO MAKE PROVISION FOR THE PAYMENT OF SAID LOANS, AND TO REPEAL THE AUTHORIZATIONS GRANTED TO EACH OF SAID BOARDS OF TRUSTEES BY ACT NO. 1059 of 1950 AND ACT NO. 907 of 1952", approved May 18th, 1953, the UNIVERSITY OF SOUTH CAROLINA is empowered to borrow FOUR MILLION DOLLARS (\$4,000,000), "and to apply the proceeds of such loan to the construction, reconstruction and equipping of dormitories or apartment buildings to be located on lands now or hereafter acquired by the University of South Carolina, and, to the extent necessary, to defraying of the cost of the acquisition of land as a site or sites for the same"; and

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

WHEREAS, heretofore, the Board of Trustees of the UNIVERSITY OF SOUTH CAROLINA did, with the approval of this Board, consummate a private sale of an issue of THREE HUNDRED SEVENTY-FIVE

THOUSAND DOLLARS (\$375,000), UNIVERSITY OF SOUTH CAROLINA, STUDENT AND FACULTY HOUSING REVENUE BONDS, SERIES OF 1953, dated June 1st, 1953, to a syndicate of bond dealers, composed of:

Merrill Lynch, Pierce, Fenner & Beane, of New York, N. Y.,  
The Robinson-Humphrey Co., Inc., of Atlanta, Ga., and  
G. H. Crawford Co., Inc., of Columbia, S. C.,

which bonds were issued pursuant to the Act, whose title is above set forth, and a Resolution adopted by the Board of Trustees of the UNIVERSITY OF SOUTH CAROLINA on August 5th, 1953, entitled: "A RESOLUTION OF THE BOARD OF TRUSTEES OF THE UNIVERSITY OF SOUTH CAROLINA, PROVIDING FOR THE ISSUANCE AND SALE OF THREE HUNDRED SEVENTY-FIVE THOUSAND DOLLARS (\$375,000) STUDENT AND FACULTY HOUSING REVENUE BONDS, SERIES OF 1953, OF THE UNIVERSITY OF SOUTH CAROLINA, DATED JUNE 1st, 1953, AND OTHER MATTERS RELATING THERETO"; and

WHEREAS, by said Resolution of August 5th, 1953, the right was reserved in the Trustees of the University to issue additional bonds, on a parity with the Bonds authorized by said Resolution, to such amount as the Trustees may, from time to time, deem necessary and proper, pursuant to said Act, or pursuant to subsequently enacted legislative authorization, upon the conditions set forth in Article IV of said Resolution of August 5th, 1953; and

WHEREAS, it has been certified to this Board that the said Resolution of August 5th, 1953, is of full force and effect, and has not been amended, modified or repealed; and

WHEREAS, after negotiations, the Trustees of the University have concluded an agreement to sell to the State Budget and Control Board, in its capacity as Trustee of the Funds of the South Carolina Retirement System, at a price of par and accrued interest

*JMS*  
*EX. A.*

from the date of said bonds to the date of their delivery, an issue of:

NINE HUNDRED FIFTY THOUSAND DOLLARS (\$950,000) STUDENT AND FACULTY HOUSING REVENUE BONDS, FIRST SERIES OF 1956, of the UNIVERSITY OF SOUTH CAROLINA, dated June 1st, 1956 in denomination of One Thousand Dollars (\$1,000) each, numbered from 1 to 950, inclusive, and maturing in annual series or instalments, in numerical order as follows:

\$40,000 on June 1st in each of the years 1957 to 1966, inclusive, and  
\$50,000 on June 1st in each of the years 1967 to 1977, inclusive,

of which the bonds maturing subsequent to June 1st, 1961, are subject to redemption at the option of the University on June 1st, 1961, or any subsequent interest payment date, in whole or in part, but, if in part, in inverse numerical order, at a redemption price of par and accrued interest to the date of redemption plus a redemption premium of:

three per centum (3%) of their par value if redeemed prior to June 1st, 1967, or

a redemption premium of two per centum (2%) if redeemed on or after June 1st, 1967, but prior to June 1st, 1973, or

a redemption premium of one per centum (1%) if redeemed thereafter but prior to the date of their stated maturities;

said bonds bearing interest at the rate of three per centum (3%) per annum, payable semi-annually on June 1st and December 1st of each year, commencing December 1st, 1956;

said bonds to be issued and to be secured in the manner set forth in the Resolution adopted by the Trustees of the University on August 5th, 1953, whose title is hereinbefore set forth, and a further Resolution adopted by the Trustees of the University on April 19, 1956, entitled "A RESOLUTION MAKING PROVISION FOR THE ISSUANCE OF NINE HUNDRED FIFTY THOUSAND DOLLARS (\$950,000) OF STUDENT AND FACULTY HOUSING REVENUE BONDS, FIRST SERIES OF 1956, OF THE UNIVERSITY OF SOUTH CAROLINA, DATED JUNE 1st, 1956, AND OTHER MATTERS RELATING THERETO", and

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

WHEREAS, this Board has determined that the proposed private sale of the bonds above recited to the Board, in its capacity as

*JWS.*  
EX. A.

Trustee of the funds of the South Carolina Retirement System is to the interest of the University and has determined to grant the approval contemplated by the Act above recited; and

WHEREAS, this Board has been furnished with proof, establishing that the issue of NINE HUNDRED FIFTY THOUSAND DOLLARS (\$950,000) of STUDENT AND FACULTY HOUSING REVENUE BONDS, FIRST SERIES OF 1956, of the UNIVERSITY OF SOUTH CAROLINA, dated June 1st, 1956, are bonds on a parity in all respects with the THREE HUNDRED SEVENTY-FIVE THOUSAND DOLLARS (\$375,000), UNIVERSITY OF SOUTH CAROLINA, STUDENT AND FACULTY HOUSING REVENUE BONDS, SERIES OF 1953, dated June 1st, 1953, all conditions of Article IV of the Resolution of August 5th, 1953, above cited, having been met and complied with;

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

*J.M.S.*  
EX. A.

Exhibit D. - Board Minutes

BE IT RESOLVED BY THE STATE BUDGET AND CONTROL BOARD, IN ITS CAPACITY AS TRUSTEE OF THE FUNDS OF THE SOUTH CAROLINA RETIREMENT SYSTEM, AND IN PURSUANCE OF THE POWERS VESTED IN IT BY SECTION 61-91, CODE OF LAWS OF SOUTH CAROLINA, 1952, that the proposal of the UNIVERSITY OF SOUTH CAROLINA to sell to said State Budget and Control Board, in its capacity as Trustee aforesaid, at a price of par and accrued interest from the date of said bonds to the date of their delivery, an issue of NINE HUNDRED FIFTY THOUSAND DOLLARS (\$950,000) STUDENT AND FACULTY HOUSING REVENUE BONDS, FIRST SERIES OF 1956, of the UNIVERSITY OF SOUTH CAROLINA, dated June 1st, 1956, in denomination of One Thousand Dollars (\$1,000) each, numbered from 1 to 950, inclusive, and maturing in annual series or instalments, in numerical order as follows:

\$40,000 on June 1st in each of the years 1957 to 1966, inclusive, and

\$50,000 on June 1st in each of the years 1967 to 1977, inclusive,

of which the bonds maturing subsequent to June 1st, 1961, are subject to redemption at the option of the University on June 1st, 1961, or any subsequent interest payment date, in whole or in part, but, if in part, in inverse numerical order, at a redemption price of par and accrued interest to the date of redemption plus a redemption premium of:

three per centum (3%) of their par value if redeemed prior to June 1st, 1967, or

a redemption premium of two per centum (2%) if redeemed on or after June 1st, 1967, but prior to June 1st, 1973, or

a redemption premium of one per centum (1%) if redeemed thereafter but prior to the date of their stated maturities:

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Ex. B.

Said bonds bear interest from date, viz., June 1st, 1956, at the rate of three per centum (3%) per annum, payable semi-annually on the first days of June and December of each year, commencing December 1st, 1956; said bonds are to be issued and to be secured in the manner set forth in Resolutions adopted by the Trustees of said University on the 5th day of August, 1953, and the 19 day of April, 1956, respectively:

*JMS*  
*Ex. 12*

(1) "A RESOLUTION OF THE BOARD OF TRUSTEES OF THE UNIVERSITY OF SOUTH CAROLINA, PROVIDING FOR THE ISSUANCE AND SALE OF THREE HUNDRED SEVENTY-FIVE THOUSAND DOLLARS (\$375,000) STUDENT AND FACULTY HOUSING REVENUE BONDS, SERIES OF 1953, AND OTHER MATTERS RELATING THERETO", and

(2) "A RESOLUTION MAKING PROVISION FOR THE ISSUANCE OF NINE HUNDRED THOUSAND DOLLARS (\$950,000) OF STUDENT AND FACULTY HOUSING REVENUE BONDS, FIRST SERIES OF 1956, OF THE UNIVERSITY OF SOUTH CAROLINA, DATED JUNE 1st, 1956, AND OTHER MATTERS RELATING THERETO",

be, and the same is, hereby accepted.

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

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