

Columbia, South Carolina
September 6, 1960

The State Budget and Control Board met in the Governor's Office at 10:00 A. M., on Tuesday, September 6. All members of the Board were present except Governor Hollings.

The State Auditor submitted a statement to the Board showing General Fund Operations for the Fiscal Year 1959-60 and arriving at a tentative amount which would be distributed to the counties in accordance with the 1954 Act. In arriving at this amount the Board agreed that it would be necessary to establish a reserve to cover income tax refunds which would be necessary during the Fiscal Year on withholding collections. It was agreed that the sum of \$1,500,000.00 would be set up out of 1959-60 revenue to cover withholding collections during the latter half of that fiscal year, and that the sum of \$500,000.00 would be added to this reserve at the end of each quarter for which withholding collections were remitted Tax Commission until a total reserve of \$3,000,000.00 had been established, and that this reserve would be adjusted from time to time according to experience as to the amount of such refunds. It was further agreed that an unexpended balance of the 1959-60 appropriation for teachers' salaries, amounting to \$491,683.06, would be carried forward to the fiscal year 1960-61 as authorized in the 1960-61 General Appropriations Act. The tentative statement is attached hereto.

The Board was presented with a statement of additional expenses incurred by the City of Rock Hill in connection with the trial of 72 individual cases of trespass growing out of the "sit-in" demonstrations. The Board agreed, as a policy, that it would supply up to 50% of such expenses not, however, to exceed the sum of \$1,500.00 to any subdivision.

The Board agreed to contribute the sum of \$335.00 to Bears Bluff Laboratory to assist in defraying the expenses in connection with the annual meeting of the State Marine Fisheries Commission to be held in Charleston on September 29 and 30th.

The Board agreed to supply the sum of \$250.00 toward the expense of a conference of the National Association of State Savings and Loan Supervisors to be held in Charleston on November 18 to 21.

The Board rescinded its action taken at the last Board meeting declaring County Supervisors of Registration ineligible as members of the State Retirement System.

The Board approved an issue of \$890,000.00 revenue bonds of Clemson College for the construction of additional dormitory facilities, provided it was determined by the State Auditor that revenues were sufficient to cover the amortization of the loan with the required revenue margin.

The Board approved a revenue bond issue of \$750,000.00 by Withrop College for the construction of additional dormitory facilities.

The Board approved loans to Clemson College and the University of South Carolina in the amount of \$150,000.00 each for enlargement of their stadium as authorized in a special act at the 1960 session of the General Assembly.

The State Treasurer was authorized to invest for the State Hospital funds held by appropriations and contributions for the construction of a Chapel at the State Hospital.

The Board approved salaries for a number of physicians, including the State Health Officer, in the Board of Health.

The Board agreed to the purchase of an automobile for use of the Attorney General.

At the request of the Secretary of State and the State Historian the Board agreed to the transfer of the Land Grant Records, held by the Secretary of State, to the Archives Building.

The Board instructed the Director of Sinking Funds and Property to formally and officially notify Charleston County, the City of Charleston and Berkeley County that the loan by the State Budget and Control Board from the State Sinking Funds to Bushy Park Authority was badly in arrears and to advise them, as endorsers of the note, that it would be necessary for them to arrange to pay whatever amounts were necessary to place the note in a current condition and prior to October 16, the anniversary date of the note.

The Board authorized the Director of Sinking Funds and Property to expend from the Ordinary Sinking Funds up to \$1,000.00 for testing the ownership of marsh lands in the vicinity of Myrtle Beach which have been developed and sold by private interests.

The Board then adjourned.

GENERAL FUND OPERATIONS

FISCAL YEAR 1959-60

- o -

Total Revenue 1959-60		183 057 075 66
Total Appropriations	164 690 636 74	
Less - Appropriations carried forward	3 183 001 61	
Appropriations Lapsed	<u>584 162 30</u>	<u>3 767 163 91</u>
Actual Expenditures		<u>160 923 472 83</u>
Margin of Revenue		22 133 602 83
Add - Reserve for Deferred Income Tax Payments on Hand at Beginning of Year		<u>308 263 81</u>
Total Revenue Margin and Reserve		22 441 866 64
Less - General fund Deficit at Beginning of Year		<u>4 706 205 14</u>
Balance June 30 1960		17 735 661 50
Less:		
Reserves for 1960-61		
General Fund Reserve	5 000 000 00	
For Income Tax Deferred Payments	457 042 84	
For Income Tax Refunds	1 500 000 00	
For Appropriations Brought Forward	<u>3 183 001 61</u>	
Total Reserves		<u>10 140 044 45</u>
Balance to Counties		<u>7 595 617 05</u>

Clemson
440,000, Housing
Bonds
Sept 1 - 1960

THE STATE OF SOUTH CAROLINA.

WHEREAS, pursuant to an Act of the General Assembly of the State of South Carolina, entitled "AN ACT TO AUTHORIZE THE BOARD OF TRUSTEES OF CLEMSON AGRICULTURAL COLLEGE OF SOUTH CAROLINA TO ACQUIRE ADDITIONAL STUDENT AND FACULTY HOUSING FACILITIES, TO EMPOWER SAID BOARD OF TRUSTEES TO OBTAIN LOANS FOR SUCH PURPOSES PURSUANT TO 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, AND TO MAKE PROVISION FOR THE PAYMENT OF SAID LOANS", approved June 20, 1957, the Board of Trustees of The Clemson Agricultural College of South Carolina is empowered to issue Two Million Five Hundred Thousand Dollars (\$2,500,000) of bonds of The Clemson Agricultural College of South Carolina on a parity with the Four Million Dollars (\$4,000,000) of Barracks Revenue Bonds, dated September 1, 1954, (hereinafter referred to as BONDS OF 1954), issued heretofore under the authority of Act No. 369 of the 1953 Acts of the General Assembly, if the consent of the holders of said BONDS OF 1954 be obtained in writing; the proceeds of the Two Million Five Hundred Thousand Dollars (\$2,500,000) in bonds to be applied to the constructing and equipping of buildings to be used for housing the members of the faculty, and students of The Clemson Agricultural College; and,

WHEREAS, pursuant to Section 3 of said Act No. 470 of the Acts of the General Assembly of the State of South Carolina, the State Budget and Control Board, as Trustee of the South Carolina Retirement System, as owner and holder of all of the BONDS OF 1954, did, by Resolution adopted February 18, 1958, give its consent to the issuance of \$2,500,000 of bonds authorized by said Act, and did further give its consent to the issuance of a portion of the total number of bonds authorized by said Act, which portion consisted of an issue of Eight Hundred Thirty

Five Thousand Dollars (\$835,000) of STUDENT AND FACULTY HOUSING REVENUE BONDS, SERIES OF 1958, of THE CLEMSON AGRICULTURAL COLLEGE OF SOUTH CAROLINA, dated March 1, 1958, maturing in unequal annual installments in the years 1959 to 1978, inclusive, bearing interest at the rate of four per centum (4%) per annum from their date, payable semi-annually on the first days of March and September of each year; and,

WHEREAS, by Resolution adopted August 12, 1959, the State Budget and Control Board, as Trustee of the South Carolina Retirement System, did further give its consent to the issuance Seven Hundred Seventy Five Thousand Dollars (\$775,000) of STUDENT AND FACULTY HOUSING REVENUE BONDS, SERIES OF 1959, of THE CLEMSON AGRICULTURAL COLLEGE OF SOUTH CAROLINA, dated September 1, 1959, maturing in unequal annual installments in the years 1960 to 1979, inclusive, bearing interest at the rate of four and one-half per centum (4-1/2%) per annum from their date, payable semi-annually on the first days of March and September of each year; and,

WHEREAS, after negotiations, the Board of Trustees of The Clemson Agricultural College of South Carolina, in compliance with the authority vested in it under said Act No. 470 of the Acts of the General Assembly of the State of South Carolina for the year 1957, has 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 from the date of the said bonds to the date of their delivery, the remaining portion of the total number of bonds authorized by said Act, which portion consists of an issue of EIGHT HUNDRED NINETY THOUSAND DOLLARS (\$890,000) of STUDENT AND FACULTY HOUSING REVENUE BONDS, SERIES OF 1960, of THE CLEMSON AGRICULTURAL COLLEGE OF SOUTH CAROLINA, dated September 1, 1960, and as initially issued shall

consist of 20 fully registered bonds whose respective denominations shall correspond to the annual amount of the bonds which are to mature in each year in accordance with the schedule set forth below; said bonds shall be numbered consecutively upwards from 1 to 890, inclusive, with a separate numeral allotted to each \$1,000 multiple. The number "R-1" shall be assigned to the first \$1,000 multiple of the bond which shall first mature. The bonds shall mature in annual series or installments as follows:

- \$28,000 on September 1st, 1961;
- \$30,000 on September 1st, 1962;
- \$32,000 on September 1st, 1963;
- \$34,000 on September 1st, 1964;
- \$36,000 on September 1st, 1965;
- \$38,000 on September 1st, 1966;
- \$40,000 on September 1st, 1967;
- \$42,000 on September 1st, 1968;
- \$44,000 on September 1st, 1969;
- \$46,000 on September 1st, 1970;
- \$48,000 on September 1st, 1971;
- \$50,000 on September 1st, in each of the years 1972 and 1973; and,
- \$52,000 on September 1st, in each of the years 1974 to 1976, inclusive; and,
- \$54,000 on September 1st, in each of the years 1977 to 1980, inclusive.

The bonds as initially issued in registered form may be reissued in coupon form under the terms and conditions set forth in the Resolution of the Board of Trustees of The Clemson Agricultural College providing for the issuance and sale of said bonds.

Said bonds, bearing interest at the rate of five per centum (5%) per annum from their date, payable semi-annually on the first days of March and September of each year, with the first interest payment to fall due on March 1st, 1961.

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Said bonds to be issued and to be secured in the manner set forth in a Resolution adopted by the Trustees of said College entitled "A RESOLUTION PROVIDING FOR THE ISSUANCE AND SALE OF EIGHT HUNDRED NINETY THOUSAND DOLLARS (\$890,000) STUDENT AND FACULTY HOUSING REVENUE BONDS, SERIES OF 1960, OF THE CLEMSON AGRICULTURAL COLLEGE OF SOUTH CAROLINA, DATED SEPTEMBER 1, 1960, AND OTHER MATTERS RELATING THERETO," and, said bonds are subject to redemption as provided in said Resolution; and,

WHEREAS, as a consequence of the matters hereinabove recited, the Trustees of said College 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 this Board, in its capacity as Trustee of the funds of the South Carolina Retirement System is to the interest of the College and has determined to grant the approval contemplated by the Act above recited;

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 Clemson Agricultural College 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.

BE IT FURTHER 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 Trustees of The Clemson Agricultural College 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 delivery, an issue of Eight Hundred Ninety Thousand Dollars (\$890,000) STUDENT AND FACULTY HOUSING REVENUE BONDS, SERIES OF 1960, of THE CLEMSON AGRICULTURAL COLLEGE OF SOUTH CAROLINA, dated September 1, 1960, under the terms and conditions as hereinabove set forth; said bonds to be issued and to be secured in the manner set forth in the Resolution adopted by the Trustees of The Clemson Agricultural College of South Carolina, on the _____ day of _____, 1960, entitled:

"A RESOLUTION PROVIDING FOR THE ISSUANCE AND SALE OF EIGHT HUNDRED NINETY THOUSAND DOLLARS (\$890,000) STUDENT AND FACULTY HOUSING REVENUE BONDS, SERIES OF 1960, OF THE CLEMSON AGRICULTURAL COLLEGE OF SOUTH CAROLINA, DATED SEPTEMBER 1, 1960, AND OTHER MATTERS RELATING THERETO"

be and the same is hereby accepted.

BE IT FURTHER RESOLVED that upon the delivery of the said bonds to the State Treasurer of the State of South Carolina, for the account of this Board, in its capacity as Trustee aforesaid, payment of the purchase price 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.

A RESOLUTION

MAKING PROVISION FOR THE ISSUANCE OF \$300,000 OF NOTES OF THE STATE OF SOUTH CAROLINA WHOSE PROCEEDS ARE TO BE EXPENDED FOR ENLARGEMENTS AND IMPROVEMENTS TO THE ATHLETIC STADIUM OF THE UNIVERSITY OF SOUTH CAROLINA AND FOR ENLARGEMENTS AND IMPROVEMENTS TO THE STADIUM OF THE CLEMSON AGRICULTURAL COLLEGE OF SOUTH CAROLINA.

WHEREAS, it is provided by an Act of the General Assembly of the State of South Carolina entitled "AN ACT TO MAKE PROVISIONS FOR THE FURTHER ENLARGEMENT AND IMPROVEMENT OF THE STADIA OF THE UNIVERSITY OF SOUTH CAROLINA AND THE CLEMSON AGRICULTURAL COLLEGE OF SOUTH CAROLINA; TO MAKE PROVISION FOR THE FINANCING OF THE COST THEREOF BY THE ISSUANCE OF NOTES OF THE STATE OF SOUTH CAROLINA; TO PRESCRIBE THE TERMS AND CONDITIONS UNDER WHICH THE NOTES MAY BE ISSUED AND THEIR PROCEEDS EXPENDED: TO MAKE PROVISION FOR THE PAYMENT THEREOF, AND TO PROVIDE THAT ACT NO. 605 OF 1954 SHALL NOT APPLY TO THE PROVISIONS OF THIS ACT", Approved April 11th, 1960 (hereafter called the Act), that with the approval of the State Budget and Control Board (hereafter called the Board) having been first expressed by proper resolution, Notes of the State of South Carolina may be issued by the Governor and the State Treasurer to the extent of Three Hundred Thousand Dollars (\$300,000) to defray the cost of enlargements and improvements to the stadium of the University of South Carolina at a cost of not exceeding One Hundred and Fifty Thousand Dollars (\$150,000), and to defray the cost of enlargements and improvements to the stadium of The Clemson Agricultural College of South Carolina at a cost of not exceeding One Hundred and Fifty Thousand Dollars (\$150,000); and

WHEREAS, the Board has made a careful investigation and survey, and has ascertained for itself that expenditures in the sum of One Hundred and Fifty Thousand Dollars (\$150,000) are required to defray the cost of enlargements and improvements to the statidum of the University of South Carolina, and that expenditures in the sum of One Hundred and Fifty Thousand Dollars (\$150,000) are required to defray the cost of enlargements and improvements to the stadium of The Clemson Agricultural College of South Carolina; and

WHEREAS, the Board has determined that the authorizations of the Act above referred to should be utilized, and that the sum required for the purposes above recited should be raised by the issuance of Three Hundred Thousand Dollars (\$300,000) State of South Carolina Notes, to bear interest at the rate of five per centum (5%) per annum, to mature as herein provided, and to be sold at par, plus accrued interest to the date of delivery, to the State Budget and Control Board, in its capacity as Trustee of the funds of the South Carolina Retirement System; and

WHEREAS, the consent of the holders of the now outstanding \$520,000 of an original issue of \$600,000 State of South Carolina Stadium Notes, dated October 1, 1957, issued pursuant to Act No. 466 of the Acts of 1957, has been obtained that the pledge herein made for the payment of the principal and interest of the Notes herein authorized shall be on a parity with the pledge securing the payment of the principal and interest of said outstanding Notes issued pursuant to said Act. No. 466 of 1957; and

WHEREAS, by reason of the matters above recited it is proper that the Board should adopt the Resolution prescribed by the Act and thus empower the Governor and the State Treasurer to issue Notes of the State of South Carolina, whose tenor and effect shall be as set forth hereinafter, and whose proceeds shall be expended under the conditions herein prescribed;

NOW, THEREFORE, BE IT RESOLVED BY THE STATE BUDGET AND CONTROL BOARD IN MEETING DULY ASSEMBLED:

SECTION 1.

Pursuant to the provisions of the Act, the Board authorizes and empowers the Governor and the State Treasurer to issue THREE HUNDRED THOUSAND DOLLARS (\$300,000) of NOTES OF THE STATE OF SOUTH CAROLINA whose proceeds shall be expended in the manner hereinafter prescribed:

- (1) Not exceeding \$150,000 shall be expended for enlargements and improvements to the stadium of the University of South Carolina; and

WHEREAS, the Board has determined that the authorizations of the Act above referred to should be utilized, and that the sum required for the purposes above recited should be raised by the issuance of Three Hundred Thousand Dollars (\$300,000) State of South Carolina Notes, to bear interest at the rate of five per centum (5%) per annum, to mature as herein provided, and to be sold at par, plus accrued interest to the date of delivery, to the State Budget and Control Board, in its capacity as Trustee of the funds of the South Carolina Retirement System; and

WHEREAS, the consent of the holders of the now outstanding \$520,000 of an original issue of \$600,000 State of South Carolina Stadium Notes, dated October 1, 1957, issued pursuant to Act No. 466 of the Acts of 1957, has been obtained that the pledge herein made for the payment of the principal and interest of the Notes herein authorized shall be on a parity with the pledge securing the payment of the principal and interest of said outstanding Notes issued pursuant to said Act. No. 466 of 1957; and

WHEREAS, by reason of the matters above recited it is proper that the Board should adopt the Resolution prescribed by the Act and thus empower the Governor and the State Treasurer to issue Notes of the State of South Carolina, whose tenor and effect shall be as set forth hereinafter, and whose proceeds shall be expended under the conditions herein prescribed;

NOW, THEREFORE, BE IT RESOLVED BY THE STATE BUDGET AND CONTROL BOARD IN MEETING DULY ASSEMBLED:

SECTION 1.

Pursuant to the provisions of the Act, the Board authorizes and empowers the Governor and the State Treasurer to issue THREE HUNDRED THOUSAND DOLLARS (\$300,000) of NOTES OF THE STATE OF SOUTH CAROLINA whose proceeds shall be expended in the manner hereinafter prescribed:

- (1) Not exceeding \$150,000 shall be expended for enlargements and improvements to the stadium of the University of South Carolina; and

(2) Not exceeding \$150,000 shall be expended for enlargements and improvements to the stadium of The Clemson Agricultural College of South Carolina.

The said proceeds shall be duly segregated in the proportions shown above for use in effecting each of said purposes.

The enlargements and improvements to the stadium of the University of South Carolina shall be effected under the supervision of the Board of Trustees of the University of South Carolina, and payments from the proceeds of the Notes herein authorized for such purpose shall be made only upon certificate of an authorized officer of the University of South Carolina presented to the State Treasurer establishing to his satisfaction that the proceeds so withdrawn will be applied to the purposes intended by this Resolution.

The enlargements and improvements to the stadium of The Clemson Agricultural College of South Carolina shall be effected under the supervision of the Board of Trustees of The Clemson Agricultural College of South Carolina, and payments from the proceeds of the Notes herein authorized for such purpose shall be made only upon certificate of an authorized officer of The Clemson Agricultural College of South Carolina presented to the State Treasurer establishing to his satisfaction that the proceeds so withdrawn will be applied to the purposes intended by this Resolution.

PROVIDED, that the purchaser and subsequent holders of the Notes issued hereunder shall not be responsible for the proper application of the proceeds.

SECTION 2.

The Notes shall be dated August 1, 1960, shall be in the denomination of \$20,000 each, shall be numbered from 1 to 15, inclusive, and shall mature in numerical order as follows:

\$20,000 on August 1 in each of the years
1961 to 1975, inclusive.

SECTION 3.

The Notes which mature subsequent to August 1, 1965, being Notes numbered 6 to 15, inclusive, shall be subject to redemption prior to their stated maturities on August 1, 1965, and all subsequent interest payment dates in whole or in part, but if in part, in inverse numerical order, at par, plus accrued interest to the date fixed for redemption, plus a redemption premium of three per centum (3%) of the principal amount of each Note called for redemption. Interest on the Notes to be redeemed shall cease to accrue from and after the redemption date unless default is made in the payment of the redemption price thereof. Whenever it has been determined to effect redemption of the Notes prior to the stated maturity, the State Treasurer shall give notice thereof in writing to the registered owner of said Note not less than thirty days and not more than sixty days prior to the redemption date.

SECTION 4.

Such notes shall bear interest at the rate of five per centum (5%) per annum, payable semi-annually on the 1st days of February and August of each year, beginning February 1, 1961.

SECTION 5.

Such notes shall be issued in registered form, in denomination of \$20,000 each, and shall be registered in the name of the State Budget and Control Board, as Trustee of the funds of the State of South Carolina Retirement System. Payment of the principal and interest on such Notes shall be effected by a check or draft drawn by the State Treasurer to the order of the registered holder, who shall use therefor the funds hereinafter pledged to the payment of principal and interest of said Notes. The payment of both principal and interest of the Notes shall be effected 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.

SECTION 6.

The Notes issued hereunder shall be signed by the Governor and the State Treasurer. The Great Seal of the State shall be affixed to each of them and each shall be attested by the Secretary of State.

SECTION 7.

The form of said Notes and the form of assignment thereof shall be substantially as follows:

UNITED STATES OF AMERICA
STATE OF SOUTH CAROLINA
STADIUM NOTE OF 1960

NO.

\$20,000

THE STATE OF SOUTH CAROLINA, 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

TWENTY THOUSAND DOLLARS

on the first day of August, 19 , (unless this Note shall be subject to redemption and shall have been duly called for previous redemption and payment of the redemption price made or provided for), and to pay to the registered holder hereof interest thereon from the date hereof until the date of maturity at the rate of five per centum (5%) per annum, payable semi-annually on the first days of February and August of each year, commencing February 1, 1961. 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. This Note is one of a duly authorized issue of Notes of the State of South Carolina, aggregating Three Hundred Thousand Dollars (\$300,000), of like date, tenor and effect, except as to number, date of maturity, and redemption provisions, issued in multiples of Twenty Thousand Dollars (\$20,000), and numbered from 1 to 15, inclusive, issued pursuant to a resolution duly adopted by The State Budget and Control Board of South Carolina, with the approval of the Governor and the State Treasurer, and issued under and in full compliance with the Constitution and Statutes of the State of South Carolina, including particularly an Act of the General Assembly of the State of South Carolina, entitled "AN ACT TO MAKE PROVISIONS FOR THE FURTHER ENLARGEMENT AND IMPROVEMENT OF

THE STADIA OF THE UNIVERSITY OF SOUTH CAROLINA AND THE CLEMSON AGRICULTURAL COLLEGE OF SOUTH CAROLINA; TO MAKE PROVISION FOR THE FINANCING OF THE COST THEREOF BY THE ISSUANCE OF NOTES OF THE STATE OF SOUTH CAROLINA; TO PRESCRIBE THE TERMS AND CONDITIONS UNDER WHICH THE NOTES MAY BE ISSUED AND THEIR PROCEEDS EXPENDED; TO MAKE PROVISION FOR THE PAYMENT THEREOF, AND TO PROVIDE THAT ACT NO. 605 OF 1954 SHALL NOT APPLY TO THE PROVISIONS OF THIS ACT", Approved April 11th, 1960, to obtain funds for enlargements and improvements to the stadium of the University of South Carolina, and for enlargements and improvements to the stadium of The Clemson Agricultural College of South Carolina.

The Notes of this issue maturing subsequent to August 1, 1965, being Notes numbered 6 to 15, inclusive, are subject to redemption on August 1, 1965, and all subsequent interest payment dates in whole or in part, but if in part in inverse numerical order, at par, plus accrued interest to the date fixed for redemption, plus a redemption premium of three per centum (3%) of the principal amount of the Note so redeemed. If Notes are called for redemption prior to their maturity, written notice thereof must be given to the registered holder hereof not less than thirty and not more than sixty days prior to the redemption date.

The pledges made to secure the payment of the principal and interest of the Notes are on a parity, in all respects, with similar pledges made to secure the payment of the principal and interest of the now outstanding \$520,000 of an original issue of \$600,000 of Notes of the State of South Carolina, dated October 1, 1957 and issued pursuant to Act No. 466 of the Acts of 1957.

For the payment of the principal of and interest on the Notes of this issue, there are hereby pledged, to the extent provided in the Act above recited, so much thereof as shall be needed of the revenue derived from the tax imposed pursuant to Article 1,

Chapter II, Title 65, Code of Laws of South Carolina, 1952, as amended, and the proceeds of the fee or charge imposed by the Act upon admissions, reference to said Act being hereby made to the nature and extent of the pledges herein made. The pledge of revenues derived from the tax above referred to does not preclude the issuance by the State of further obligations secured in whole or in part by a pledge of such revenues on a parity with the pledge herein made, nor the revision of such tax under the conditions related in said Act.

Neither the faith nor credit of the State of South Carolina is pledged to the payment of either the principal of or interest on this Note, nor shall any person signing this Note be personally liable thereon.

This Note is transferable as provided in said Resolution only upon books kept by the State Treasurer by the authorized holder hereof in person or by his attorney duly authorized and similarly noted hereon.

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, and attested by the Secretary of State, and this Note to be dated the first day of August, 1960.

Governor

Attest:

State Treasurer

Secretary of State

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: _____

1810

SECTION 8:

For the payment of principal and interest of the Notes of this issue as the same severally mature, there is hereby pledged so much thereof as may be needed from the revenue derived from the tax imposed pursuant to Article 1, Chapter II, Title 65, Code of Laws of South Carolina, 1952, as amended, and the fee or charge imposed by the provisions of Section 7 of the Act upon admissions to the stadia of the University of South Carolina and The Clemson Agricultural College of South Carolina. Such pledge of the revenues derived from the tax above referred to shall not preclude the issuance by the State of further obligations secured in whole or in part by a pledge of such revenues on a parity with the pledge herein made, nor shall such pledge of the revenues from such tax preclude the revision of such tax within the limitations set forth in the Act.

SECTION 9.

Prior to the delivery of the Notes authorized hereby the holders of the now outstanding \$520,000 of an original issue of \$600,000 of Stadium Notes of the State of South Carolina, issued pursuant to Act No. 466 of the Acts of 1957, and dated October 1, 1957, shall present the same to the State Treasurer and shall cause to be endorsed across the face of each of said Notes language substantially as follows:

"The holder of the within Note agrees that
The State of South Carolina may lawfully
issue \$300,000 of Notes, dated August 1,
1960, pursuant to an Act enacted at the
1960 session of the General Assembly of
South Carolina, bearing Ratification No.
763, and that the pledges made to secure
the payment of the principal and interest
of this Note shall be on a parity with the
pledges being made to secure the payment of
the Notes issued pursuant to said Act of 1960."

SECTION 10.

Said Notes shall be forthwith made ready for execution in denominations of \$20,000 each. Thereupon they shall be executed as herein provided and delivered to the purchaser thereof. The proceeds derived therefrom shall be deposited by the State Treasurer in a separate fund and use thereof shall be made only under the conditions prescribed by Section 1 of this Resolution. PROVIDED, that prior to the occasion of the delivery of said Notes there shall be delivered to the State Treasurer the formal undertaking of the respective Boards of Trustees of the University of South Carolina and The Clemson Agricultural College of South Carolina obligating each respective Board to impose an additional fee or charge of 25¢ upon each person admitted to the stadium of that institution from whom an admission charge of 50¢ or more is required for so long a time until the aggregate proceeds received from such 25¢ fee or charge shall equal one half the aggregate to become due by way of principal and interest of the Notes issued pursuant to this Resolution.

E N D