

AGENDA MATERIALS
AND SUPPORTING DOCUMENTS
FOR THE MEETING OF
JULY 28, 1969

AGENDA

MEETING OF BUDGET AND CONTROL BOARD

3:30 P. M., MONDAY, JULY 28, 1969

CONFERENCE ROOM, GOVERNOR'S OFFICE

- o -

John
1. DEPARTMENT OF CORRECTIONS

The Department has requested the Board's approval of their establishing a new institution for youthful offenders, in Greenville County. Negotiations are in process with Greenville County Council for the use of property formerly occupied by the Greenville County Rehabilitation Center, at Simpsonville.

Attached is a copy of Bill Leeke's letter on this subject.

W
2. FORESTRY COMMISSION

The Commission is requesting the Board's approval of their granting an easement for construction of a power line across a portion of Manchester State Forest in Sumter County.

The proposed easement has been approved by the Commission. Budget and Control Board approval is requested as required under Section 1-49.3 of the 1962 Code.

W
3. CIVIL CONTINGENT FUND

The following allocations have been requested:

(a) Soil and Water Conservation Committee - an allocation of \$969.20 for payment of year-end travel claims. The Committee pays travel claims for approximately 225 District Supervisors at about \$21,000.00 per year.

(b) Retirement System - an allocation of \$11,120.00 to cover actuarial expense of the recent study of proposed benefit increases for persons retiring before July 1, 1964,

(c) Agriculture Department - an allocation of \$11,000.00 for replacement of a Weights and Measures testing truck.

4. JUVENILE CORRECTIONS

✓ The Board has a balance of \$69,474.13 remaining out of \$550,000.00 appropriated in 1967 for several permanent improvement projects.

Approval is requested for their purchase of three portable classrooms, at \$7,140.00 each, out of these funds. The 1969 General Assembly appropriated funds for additional teachers and these classrooms are needed to provide further teaching facilities.

5. THE CITADEL

✓ The Citadel has requested the Board's approval of their expenditure of \$1,077,357.00 for reconstruction of the West Wing of Bond Hall. This proposal is the last phase in a renovation program for Bond Hall begun some years ago.

An unexpended balance of \$63,085.00 from a previous State Institution Bond issue will be applied to this project. A Federal Grant of \$214,272.00, under the Higher Education Facilities Act, is anticipated. The balance of \$800,000.00 would be obtained from the issuance of State Institution Bonds for which The Citadel has the required capacity.

6. MENTAL HEALTH COMMISSION

✓ The Commission is requesting the Board's approval of their expending \$80,168.00 of Ensor Foundation Funds for construction of a research laboratory.

7. COLLEGE SALARIES

See Attached for Board action are salary schedules from State College, The Citadel, Clemson University and Winthrop College showing academic salaries by categories for 1968-69 and those proposed for 1969-70.

Also shown are comparative salaries of the Presidents of these four institutions for the two years.

The University of South Carolina and Medical College have not yet responded to a request for this information.

8. HIGHWAY DEPARTMENT

✓ Attached is correspondence from the Highway Department requesting Board action on proposed salaries for 1969-70.

9. BUDGET SCHEDULE

The Board will be requested to adopt a proposed schedule for various steps involved in 1970-71 Budget development.

✓ 10. CAPITAL IMPROVEMENT BOND RESOLUTION

The Board is requested to approve a formal resolution authorizing the borrowing of \$500,000.00 from the Peoples Bank, of Beaufort, for the purchase of property for the Beaufort County Area Trade School as authorized in the 1969 Supplemental Appropriation Act.

✓ 11. TRICENTENNIAL COMMISSION

See notes
Representatives of the Commission will appear before the Board to discuss the current status of their permanent improvement program.

Info
12. PARKS, RECREATION AND TOURISM

Representatives of the Department will appear before the Board to discuss plans for permanent improvements.

✓ 13. NUCLEAR INDUSTRY DEVELOPMENT

See at top
Dr. Henry Schultze and Mr. Robert Blair will appear before the Board to discuss proposals by Chem-Nuclear Service, Inc. and Nuclear Industrial Service Corporation for the establishment of facilities for storage of chemical and low-level nuclear waste products in South Carolina

B C Prod
Mon. July 28, 1969 - 3:30

Gov ofc
(Conf. Room)

All Present

See Act - Barnett, Lawton, Pope, Esmondall

- Appeal 500,000 about on C.S. program - (center medical)

- suggestions -

1) Use 500,000 of Fds

2) 250,000 local sources

✓ Ark request to remove to go 9a

1) Allow use of See last income - 10

2) Advance replace 250,000 of Fds

Carbon Waste Storage - Schullgen, Polaris

Re: Proposals for storage of

1) chemical wastes

2) low level nuclear wastes

from 2 years

u Info

PRT

SOUTH CAROLINA BUDGET AND CONTROL BOARD
DIVISION OF GENERAL SERVICES
AGENDA

July 28, 1969

I. Renovations to Newly Acquired Property

It is recommended that the funds remaining in the State Office Special Account after renovations to Hampton Building and move of Public Service Commission amounting to approximately \$ 10,000 be used to pay cost of renovation for Agriculture Lab and State Planning and Grants Division in the Forsythe Building.

It is also recommended that rent monies collected on newly acquired property during 1969-70 be used to complete renovations of the first floor of the Forsythe Building for State Planning and Grants Division. These rents are as follows:

Bearing Distributors	\$ 520.00
John C. B. Smith	1,710.00
Walter Keenan and Company	1,710.00
Planning and Grants Division	<u>7,884.00</u>
	\$11,824.00

II. State Office Building Rental

In addition to an amortization rate related to indebtedness on each building, the operation and maintenance rate was established at \$ 1.65 per square foot on July 1, 1965. These funds, with available Federal aid funds, make payments on the debt and in part finance the operation of the Buildings and Grounds Unit.

Since 1965 pay raises of approximately 30% have been granted employees, and at the same time there has been inflation on all other costs. The Unit operated at a deficit of approximately \$ 16,000 for 1968-69. It is recommended that the Division be authorized to recompute the operation - maintenance rate and inform the appropriate agencies and the State Auditor of a new rate to be included in budget requests for 1970-71.

III. Surplus Property Program

Charges to agencies participating in the Surplus Property Program amounted to \$ 172,192.40 for 1968-69. This will incur an operating deficit upwards of \$ 2,000, with the final figure to be determined on the basis of the audit of our accounts.

It is recommended that the Budget and Control Board permit the Surplus Property Program to reimburse the General Fund in the amount of charges for property, thus avoiding further depletion of the revolving fund.

Renewal of Lease

It is recommended that the Budget and Control Board approve renewal of lease for the S. C. Vocational Rehabilitation Department for 1969-70 in the amount of \$ 21,180 for 7,700 square feet at 1211 Heyward Street.

Trade and Purchase of Vehicles

The Citadel - Trade one 1965 Cadillac DeVille sedan for one 1969 Cadillac HTD DeVille sedan. Upkeep on present vehicle is becoming too great to maintain since it is more than four years old and has approximately 76,000 miles.

S. C. Department of Mental Health - Purchase one 1969 Chevrolet Impala 4-door sedan. Vehicle is assigned to Dr. William S. Hall. Psychiatric Institute.

Department of Archives and History - Purchase one 1969 Volkswagen 7-passenger station wagon. Vehicle to be used primarily by County Records Survey teams.

Division of General Services - Purchase one 1969 Ford Custom 500. Vehicle to be placed in Motor Pool where it will be assigned either on temporary or permanent basis.

S. C. Tax Commission - Purchase one Addressograph Machine less trade-in of old machine. \$ 8,953.00

Department of Education - Purchase one Itek Business Machine and one screen shifter less trade-in of an old business machine and one 3M copier. \$ 6,611.88

York County Technical Education Center - Purchase one Model 85 Multilith offset. \$ 1,470.00

CHARLESTON TRICENTENNIAL CENTER
 Capital Budget and Estimated Expenses
 July 23, 1969

	<u>Federal</u>	<u>State</u>	<u>Local</u>	<u>TOTAL</u>
LAND	\$875,000	\$437,500	\$437,500	\$1,750,000
DEVELOPMENT	\$218,750	\$2,980,000		\$3,198,750

Architectural, Landscaping & Site Planning fees	\$ 120,000	
Previous Architectural fees to Corkern & Wiggins	75,000	
Survey, plats & closing costs	10,000	
Soil borings	3,000	
Water and sewage	50,000	
Electrical service	25,000	
Exposition pavilion	782,000	
Terraces, planting and fountains at building	100,000	
Four accessory buildings	300,000	
Theater & equipment	185,000	
Restaurant (Contingency)	115,000	—
Covered walkway to restaurant (Contingency)	15,000	
Exhibits, including fees	400,000	
Motion picture	175,000	
Ship and dock	100,000	
Ship model	15,000	
Settlement buildings	75,000	—
Archeology	60,000	
Landscaping (gardens)	50,000	
Shelters and benches	25,000	
Animal Forest	90,000	
Entrance gate and security building	20,000	
Paths & unpaved roads	15,000	
Electrical installations & garden lighting	100,000	
Flag poles and flags	25,000	
Signing	10,000	
Pest Control	30,000	
Transportation equipment for garden tours	47,000	
Fencing	20,000	
TOTAL	\$3,037,000	11

GREENVILLE TRICENTENNIAL CENTER
Capital Budget and Estimated Expense

July 28, 1969

FUNDS AVAILABLE

	<u>Federal</u>	<u>State</u>	<u>Local</u>	<u>TOTAL</u>
Land	\$203,250	\$132,125	\$132,125	\$ 467,500
Development	\$ 50,812	\$2,153,250		\$2,204,062

COSTS -- DEVELOPMENT

Appraisals and closing costs:	\$ 8,161
Soil Borings and surveys:	7,225
Architectural and Landscaping fees:	163,500
Exhibits	250,000
	\$ 428,886

PAVILION

(Known Cost)	Construction of main envelope and supervision of total job:	\$1,550,000
(Estimated)	Cost of Interior work	655,000
(Estimated)	Exterior Work	165,000
	Rock	\$25,000
	Grading	10,000
	Mech. Bldgs.	10,000
	Landscaping	10,000
	Fencing	15,000
	Walks	10,000
	Entrance wall	10,000
	Water Line	30,000
	Sewage	35,000
	Storm Drain	10,000

TOTAL

\$2,798,886

DEFICIT

(594,824)

12

SOUTH CAROLINA TRICENTENNIAL COMMISSION

Comparison of Appropriations with Expenditures
June 30, 1969

	Appropriations (After Revisions)	Expenditures This Month	Expenditures Year-to-Date	Unexpended Balance
Salaries	\$101,537.64	\$ 14,989.71	\$ 98,583.83	\$ 2,953.81
Extra Clerical	1,100.00	320.20	1,069.00	31.00
Research	6,000.00	1,640.08	5,474.25	525.75
Professional Consultants	5,000.00	1,000.00	4,540.03	459.97
Travel	22,000.00	3,688.92	20,995.23	1,004.77
Telegraph & Telephone	8,500.00	923.71	6,303.56	2,196.44
Printing, Binding & Advertising	25,000.00	7,462.86	24,928.48	71.52
*Other Contractual Services	301,582.36	111,535.39	219,979.77	81,602.59
Office Supplies	10,500.00	3,777.80	9,117.65	1,382.35
Motor Vehicle Supplies	1,000.00	320.46	320.46	679.54
Maintenance Supplies	300.00	-0-	282.52	17.48
Rents	5,000.00	416.66	4,749.98	250.02
Insurance	1,250.00	-0-	779.49	470.51
Office Equipment	10,500.00	1,015.03	8,348.53	2,151.47
	<u>\$499,270.00</u>	<u>\$147,090.82</u>	<u>\$405,472.78</u>	<u>\$93,797.22*</u>

*Disbursement for Expenses incurred during Fiscal Year 68-69
will continue through the month of August 1969.

MIDLANDS CENTER

Capital Budget & Estimated Expense

July 28, 1969

FUNDS AVAILABLE

	<u>Federal</u>	<u>State</u>	<u>Local</u>	<u>TOTAL</u>
Land:	\$430,390	\$303,710	\$300,000	\$1,034,100
Development:	\$ -0-	\$596,290	\$ -0-	\$ 596,290

COSTS -- DEVELOPMENT

Demolition & cleaning	\$ 20,000
Restoration Hampton House	130,000
Exhibit Buildings	170,000
Exhibits (incl. fees)	250,000
Landscaping	<u>10,000</u>
	\$580,000

CAPITAL BUDGET & ESTIMATED EXPENDITURES FOR THE
SOUTH CAROLINA TRICENTENNIAL COMMISSION

July 28, 1969

CHARLES TOWNE LANDING

	<u>Federal</u>	<u>State</u>	<u>Local</u>	<u>Total</u>	<u>Estimated Cost</u>	<u>Balance</u>
LAND	\$875,000	\$ 437,500	\$437,500	\$1,750,000	\$1,750,000	\$ -0-
DEVELOPMENT	\$218,750	\$2,980,000	\$ -0-	\$3,198,750	\$2,037,000	\$161,750

MIDLANDS CENTER

LAND	\$430,390	\$ 303,710	\$300,000	\$1,034,100	\$1,034,100	\$ -0-
DEVELOPMENT	\$ -0-	\$ 596,290	\$ -0-	\$ 596,290	\$ 580,000	\$ 16,290

PIEDMONT CENTER

LAND	\$203,250	\$ 132,125	\$132,125	\$ 467,500	\$467,500	\$ -0-
DEVELOPMENT	\$ 50,812	\$2,153,250	\$ -0-	\$2,204,062	\$2,798,886	\$ (594,824)

CAPITAL IMPROVEMENTS - S. C. STATE PARKS

BOND ISSUE FUND

June 30, 1969

	<u>Projected</u>	<u>Received</u>	<u>Balance</u>
<u>STATE</u>			
Bond Issue	\$ 6,249,000.00	\$ 2,050,000.00	\$ 4,199,000.00
<u>FEDERAL</u>			
BOR	1,525,322.36		1,525,322.36
EDA	1,408,200.00		1,408,200.00
HUD	100,000.00		100,000.00
SCS	100,000.00		100,000.00
Totals	<u>\$ 9,382,522.36</u>	<u>\$ 2,050,000.00</u>	<u>\$ 7,332,522.36</u>
Less Expenditures:		<u>539,092.43</u>	
Fund Balance May 31, 1969		<u>\$ 1,510,907.57</u>	

CAPITAL IMPROVEMENTS - S. C. STATE PARKS

BOND ISSUE BUDGET

June 30, 1969

	<u>BUDGET</u>	<u>EXPENDITURES</u>	<u>BALANCE</u>
Central Shop & Equipment	\$ 200,000.00	\$ 866.47	\$ 199,133.53
Heavy Equipment	110,000.00	59,670.39	50,329.61
Park Furnishings & Equip.	100,000.00	24,594.75	75,405.25
Clark Hill	2,347,000.00	16,055.00	2,330,945.00
Professional Services	150,000.00	64,528.80	85,471.20
Lace House	200,000.00	-0-	200,000.00
Camden Project	150,000.00	-0-	150,000.00
Spartanburg Project	100,000.00	-0-	100,000.00
Abbeville Project	50,000.00	50,000.00	- 0 -
Kings Mtn. & T. R. Lakes	200,000.00	-0-	200,000.00
Old Star Fort	150,000.00	-0-	150,000.00
Lansford Canal	100,000.00	3,716.00	96,284.00
Keowee-Toxaway	100,000.00	-0-	100,000.00
Billy Dreher	150,000.00	-0-	150,000.00
Camping, Picnic & Bathhouses	2,861,835.00	41,971.75	2,819,863.25
Residences	412,000.00	-0-	412,000.00
Maintenance Shops	38,000.00	-0-	38,000.00
Personnel Quarters	51,000.00	-0-	51,000.00
Park Entrances/Comfort Sta.	15,000.00	-0-	15,000.00
Trading Posts	60,000.00	-0-	60,000.00
Cabins for Handicapped	100,000.00	-0-	100,000.00
Ramps/Tackle Box	85,500.00	-0-	85,500.00
Fisherman's Village	321,000.00	8,087.57	312,912.43
Shower Houses	24,000.00	-0-	24,000.00
Craft Building	13,000.00	8,886.16	4,113.84
Atalaya	12,000.00	-0-	12,000.00
Dam	20,000.00	20,025.00	(25.00)
Lake Improvements	10,000.00	-0-	10,000.00
Log Cabin	10,000.00	3,599.72	6,400.28
Hiking Trails & Shelters	8,000.00	-0-	8,000.00
Bathhouse & Beaches	35,000.00	-0-	35,000.00
Playground/Min. Golf	139,000.00	36,108.03	102,891.97
Water & Sewage	302,800.00	80,568.65	222,231.35
Roads & Paving	138,500.00	9,711.86	128,788.14
Renovations:			
Group Camps	72,000.00	52,549.37	19,450.63
Cabins, Residences, Shops	231,000.00	58,152.91	172,847.09
Other	53,500.00	-0-	53,500.00
Construction Contingency	262,387.36	-0-	262,387.36
BALANCES	\$ 9,382,522.36	\$ 539,092.43	\$8,843,429.93

SINKLER, GIBBS & SIMONS
ATTORNEYS & COUNSELLORS AT LAW

TELEPHONE 722-3367
AREA CODE 803

HUGER SINKLER
CHARLES H. GIBBS
ALBERT SIMONS, JR.
THEODORE B. GUERARD
G. DANA SINKLER
THOMAS G. BUIST
RUTH WILLIAMS
GEORGE C. EVANS

2 PRIOLEAU STREET
CHARLESTON, S. C. 29402
POST OFFICE BOX 340

July 9, 1969

Honorable P. C. Smith
State Auditor
P. O. Box 11333
Columbia, South Carolina 29211

copy 7/28/69

Dear Pat:

Re: \$500,000 Bond Anticipation Note of the
State of South Carolina (Issued for the
Area Trade School in Beaufort County).

Earlier this afternoon we sent you the above Note and one of the Closing Papers for signature of the Governor. There is one other document requiring the Governor's signature, which appears as Page 12 of the Record of Proceedings.

We now enclose herein five (5) copies of the Record of Proceedings, which should be completed and disposed of in accordance with the instructions attached. We have not secured these in the backs, since the Signature and No-Litigation Certificate, constituting pages 13 and 14, will have to be inserted, and numbered.

I trust these will reach you in time to obtain the Governor's signature and to effect the closing on Saturday.

Teddy explained that possibly The Citizens and Southern National Bank will take a part of the Note, and hence a copy of the Record would be required for Dave Robinson.

With best wishes,

Sincerely yours,

Huger

18

HS:mw
Encs.

RE: \$500,000 BOND ANTICIPATION NOTE OF THE STATE OF SOUTH CAROLINA

INSTRUCTIONS FOR COMPLETION AND DISPOSITION OF RECORDS OF PROCEEDINGS:

PAGE 1: To be dated, signed and sealed by the Secretary of State.

PAGE 10: To be completed, dated and signed by the State Auditor.

PAGE 11: Fill in date of State Board's meeting.

PAGE 12: To be dated, signed and sealed by the Governor and the State Treasurer.

PAGE 13: To be signed by the Governor, State Treasurer and Secretary of State. (Note: This was sent on ahead and is to be inserted and numbered).

PAGE 14: To be signed by a Bank official familiar with the preceding three signatures. (Note: This, too, was sent on ahead and is to be inserted).

PAGE 15: To be signed by the State Treasurer. And Receipt at bottom signed by representative of The Peoples Bank.

When the records of proceedings have been completed as above indicated, they are to be disposed of as follows:

One to the State Treasurer;
One to the Budget and Control Board;
One to Peoples Bank, Beaufort;
One to Sinkler, Gibbs & Simons; and
One to Mr. David Robinson (Atty. for C & S) ?

A RESOLUTION

AUTHORIZING THE ISSUANCE OF A BOND ANTICIPATION NOTE OF THE STATE OF SOUTH CAROLINA IN ANTICIPATION OF THE ISSUANCE OF STATE CAPITAL IMPROVEMENT BONDS OF THE STATE OF SOUTH CAROLINA.

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

SECTION 1.

As an incident to the adoption of this Resolution and the issuance of the Bond Anticipation Note herein authorized, the State Budget and Control Board of the State of South Carolina (the State Board) finds:

1. By the provisions of Act No. 1377 of the Acts of the General Assembly of the State of South Carolina for the year 1968, Approved the 24th day of June, 1968, as amended by the 1969-1970 General Appropriation Act and as further amended by Section 2 of Part II of the Deficiency Appropriations Act for 1969-1970, the maximum indebtedness fixed in said Act 1377, as amended, was increased to Seventy-One Million Eight Hundred Sixty Thousand Dollars, and the Governor and the State Treasurer of South Carolina are duly authorized and empowered, as and when requested by resolution of the State Board to issue an additional \$500,000 of State Capital Improvement Bonds of the State of South Carolina, for the following specific purpose, viz.:

Acquisition of property for the Area
Trade School in Beaufort County.

2. For the payment of the principal of and interest on the bonds issued pursuant to Act No. 1377 of 1968, as amended, there are to be pledged the full faith, credit and taxing power of the State of South Carolina, and in addition thereto and subject to the limitations set forth in Act 1377, as amended, all

of the revenues that the State shall, from time to time, realize from the tax imposed by Chapter 5, Title 65, Code of Laws of South Carolina, 1962, as now or hereafter amended (State Income Tax).

3. The constitutionality of Act 1377 of 1968 was upheld by an opinion of the Supreme Court of the State of South Carolina in a test case, entitled "MIMS, ET AL v. McNAIR, ET AL," filed January 7, 1969, but no bonds have been issued pursuant to said Act.

4. Heretofore, as of January 29, 1969, Bond Anticipation Notes of the State of South Carolina, in the aggregate principal amount of \$5,000,000, were issued, expressed to mature on August 1, 1969; and as of April 1, 1969, an additional \$10,000,000 of Bond Anticipation Notes of the State were issued, expressed to mature on September 15, 1969, and to secure the payment of the principal and interest of said Notes, as and when the same become due and payable, there were pledged, as provided by Act No. 116 of the Acts of 1965, as amended, the proceeds of State Capital Improvement Bonds thereafter to be issued in an amount sufficient to provide not less than the principal and interest of the said Bond Anticipation Notes upon their maturity.

It now develops that a further need exists and that funds, which are to be applied to the acquisition of property for the Area Trade School in Beaufort County, in the amount of approximately \$500,000, must be raised.

SECTION 2.

It has therefore, been determined by the State Board that State Capital Improvement Bonds should hereafter be issued to provide funds for the projects set forth in the Resolutions

authorizing the issuance of the State Bond Anticipation Notes heretofore issued, and for the acquisition of property for the Area Trade School in Beaufort County.

SECTION 3.

It has been determined that said Bonds shall be sold, after public advertisement, at not less than par and accrued interest to the date of delivery, and at such rate of interest as shall result from the bidding thereon, up to the maximum limit which may be paid by the State of South Carolina, but that pending such action, temporary financing pursuant to Act No. 116 of the Acts of 1965, as amended, should be undertaken.

SECTION 4.

Negotiations have been conducted by the State Treasurer pursuant to the authorizations of this Board and the Governor of the State of South Carolina, with THE PEOPLES BANK, Beaufort, South Carolina, which negotiations have resulted in agreement on the part of the said Bank to loan the State the sum of \$500,000, to be evidenced by a Bond Anticipation Note of the State of South Carolina, in the principal amount of \$500,000, to be dated July 12, 1969, with discount before and interest after maturity at the rate of 5½% per annum, payable on August 1, 1969, or on the occasion of the delivery of the State Capital Improvement Bonds to be issued, whichever shall first occur.

SECTION 5.

Accordingly, it is the purpose of this Resolution to:

(a) Authorize and empower the Governor and the State Treasurer to issue State Capital Improvement Bonds of the State of South Carolina, in an amount sufficient to meet the payment of the principal and interest of all State Bond Anticipation Notes issued in anticipation of the issuance of State Capital Improvement Bonds as above recited, including the Note herein authorized, which bonds shall bear interest not to exceed the maximum rate which may be paid by the State of South Carolina.

(b) Obligate the State of South Carolina to effect the issuance of such State Capital Improvement Bonds;

(c) Authorize the Governor and State Treasurer to effect the issuance of the Bond Anticipation Note hereinabove set forth; and

(d) Make the proceeds of such Note available to the property authority for the acquisition of property for the Area Trade School in Beaufort County.

SECTION 6.

It is hereby determined that temporary financing pursuant to Act No. 116 of the Acts of 1965, as amended, to the extent of \$500,000, in anticipation of the issuance of State Capital Improvement Bonds as specified by Section 5, supra, shall be immediately undertaken in accordance with the recitals hereinabove set forth, and that the approval of this Board should be given to the proposed action by the Governor and State Treasurer which would enable such officers to effect such temporary borrowing.

SECTION 7.

That there shall be issued by the State of South Carolina a Bond Anticipation Note of the State of South Carolina, in

the principal amount of \$500,000, which shall bear date July 12, 1969, shall be expressed to mature on August 1, 1969, or on the occasion of the delivery of the State Capital Improvement Bonds heretofore referred to, whichever shall first occur.

SECTION 8.

The said Note shall be discounted before, and bear interest after, maturity at the rate of 5½% per annum, payable upon the maturity of said Note.

SECTION 9.

Said Note shall be payable to THE PEOPLES BANK, at its principal office, in the City of Beaufort, South Carolina.

SECTION 10.

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

SECTION 11.

That the said Note shall be substantially in the form attached hereto as "EXHIBIT A."

SECTION 12.

For the payment of the principal of and interest on the said Note, as the same shall fall due, so much of the principal proceeds of the State Capital Improvement Bonds authorized by Section 13, infra, as are necessary therefor, are hereby pledged, together with the faith and credit of the State of South Carolina. Upon receipt of the proceeds of said State Capital Improvement Bonds, the State Treasurer be, and he is hereby, authorized to apply such proceeds to such payment.

SECTION 13.

This Board authorizes the issuance of State Capital Improvement Bonds of the State of South Carolina in an amount sufficient to pay all Bond Anticipation Notes, both principal and interest, issued in anticipation of said State Capital Improvement Bonds, to bear interest at a rate not to exceed the maximum rate which may be paid by the State of South Carolina.

SECTION 14.

The said Bond Anticipation Note herein authorized shall be forthwith prepared, executed in the manner hereinabove set forth, and thereafter delivered to THE PEOPLES BANK, in the City of Beaufort, South Carolina, upon receipt of the proceeds thereof. The proceeds shall be paid to the State Treasurer and deposited in a special fund and disbursed for the purpose herein set forth. The State Treasurer be and is hereby authorized and directed to receipt for the proceeds of said Note.

SECTION 15.

In adopting this Resolution, making provision for the issuance of the Bond Anticipation Note in the amount heretofore stated and in authorizing the issuance of State Capital Improvement Bonds in an amount sufficient to pay all Bond Anticipation Notes heretofore and now authorized, this Board has found and hereby certifies that the actual receipts for the preceding fiscal year from the tax levied pursuant to Chapter 5, Title 65, exceeded 150% of the maximum annual debt service requirements for all State Ports Bonds (as such term is defined in said Act) now outstanding to be and all State Capital Improvement Bonds/issued to provide funds for the payment of all Bond Anticipation Notes issued in anticipation of the issuance of such bonds, and that the estimate made

indicates that collections in future fiscal years will not be less than 150% of maximum annual principal and interest requirements of all State Ports Bonds and all State Capital Improvement Bonds hereafter to be outstanding, including those issued to provide funds for the payment of the aforesaid Bond Anticipation Notes.

SECTION 16.

A certified copy of this Resolution shall be transmitted to each of the Governor and the State Treasurer, as a means of authorizing the issuance of said Note and apprising them of the action taken by this Board as above set forth.

UNITED STATES OF AMERICA
STATE OF SOUTH CAROLINA
BOND ANTICIPATION NOTE
(ISSUED PURSUANT TO ACT NO. 116 OF THE ACTS OF 1965, AS AMENDED)

No. 1-A

\$500,000

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

THE PEOPLES BANK, Beaufort, South Carolina,

or its assigns, at its principal office in the City of Beaufort, South Carolina, the sum of

FIVE HUNDRED THOUSAND DOLLARS

on the 1st day of August, 1969, or on the occasion of the delivery of the State Capital Improvement Bonds of the State of South Carolina hereinafter referred to, whichever shall first occur, with discount before and interest after maturity at the rate of 5½% per annum.

Both the principal of and interest on this Note are payable in any coin or currency of the United States of America which is, at the time of payment, 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 Payee hereof, or to its assigns.

THIS NOTE is issued on behalf of the State of South Carolina, pursuant to the authorizations of Act No. 116 of the Acts of the General Assembly of the State of South Carolina for the year 1965, as amended, in anticipation of the proceeds to be derived from the sale of State Capital Improvement Bonds in an amount sufficient to pay the principal and interest of this Bond Anticipation Note and all State Bond Anticipation Notes heretofore issued in anticipation of the issuance of State Capital Improvement Bonds. For the payment of the principal of and interest on this Note, as the same shall fall due, the proceeds of said Bonds are hereby irrevocably pledged and the full faith, credit and taxing power of the State of South Carolina.

THIS NOTE and the interest hereon are exempt from all State, County, Municipal, School District, and all other taxes or assessments of the State of South Carolina, direct or indirect, whether imposed for the purpose of general revenue or otherwise, except inheritance, estate or transfer taxes.

IT IS HEREBY CERTIFIED AND RECITED that all acts, conditions, and things, required by the Constitution and Laws of the State of South Carolina to exist, to happen, or to be performed precedent to or in the issuance of this Note, do exist, have happened, and have been performed in regular and due time, form and manner.

THIS NOTE may be assigned by the Payee hereof by the execution of the assignment form hereto attached and upon written notice thereof to the State Treasurer of the State of South Carolina.

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 _____ day of July, A. D. 1969.

(SEAL)

Governor

State Treasurer

Attest:

Secretary of State

FOR VALUE RECEIVED, the undersigned hereby sells, assigns and transfers unto _____ the within Note and all rights thereunder, hereby irrevocably constituting and appointing _____ attorney to transfer said Note on the books of the State Treasurer of the State of South Carolina, with full power of substitution in the premises.

Dated:

Witness:

The State Treasurer of South Carolina acknowledges written notice of the assignment above set forth.

State Treasurer of the State of South Carolina.

Dated:

Citadel

	<u>1968-69 Range</u>		<u>1969-70 Range</u>	
	<u>Low</u>	<u>High</u>	<u>Low</u>	<u>High</u>
<u>12-Months</u>				
Deans	17,000.	22,000.	18,700.	24,200.
Department Heads	13,500.	16,000.	14,850.	17,600.
 <u>9-Months</u>				
Professors	11,500.	14,000.	12,650.	15,400.
Associate Professors	10,000.	13,000.	11,000.	14,300.
Assistant Professors	7,950.	11,100.	8,745.	12,320.
Instructors	7,660.	-	8,200.	8,426.

President's Compensation

	<u>1968-69</u>	<u>1969-70</u>
Basic Salary	23,625.	25,988.
Expense Allowance	5,000.	5,000.
Other (if any)		
<u>Daniel Fund</u>	3,600.	3,600.

Headquarters of The Citadel
Office of the President
Charleston, S. C.

14 July 1969

Special Order)
No. 5)

Faculty Salary Schedule for nine months' teaching payable in twelve equal installments, effective 1 July 1969:

	<u>Step</u>	<u>Master's Degree</u>	<u>Doctorate</u>
Department Head, Colonel	4	\$ 16,500	\$ 17,600
	3	15,950	17,050
	2	15,400	16,500
	1	14,850	15,950
Professor, Lt. Colonel	4	\$ 14,300	\$ 15,400
	3	13,750	14,850
	2	13,200	14,300
	1	12,650	13,750
Associate Professor, Major	6	\$ 13,200	\$ 14,300
	5	12,760	13,860
	4	12,320	13,420
	3	11,880	12,980
	2	11,440	12,540
	1	11,000	12,100
Assistant Professor, Captain	10	\$ 11,220	\$ 12,320
	9	10,945	12,045
	8	10,670	11,770
	7	10,395	11,495
	6	10,120	11,220
	5	9,845	10,945
	4	9,570	10,670
	3	9,295	10,395
	2	9,020	10,120
	1	8,745	9,845
Instructor, First Lieutenant	2	\$ 8,426	
	1	8,200	

By Command of GENERAL HARRIS

James R. Woods
Colonel, Director
Personnel & Administration

OFFICIAL:

J. R. Woods
James R. Woods
Colonel, Director
Personnel & Administration

Dist. C

Table 11111

	<u>1968-69</u>		<u>1969-70</u>	
	<u>Low</u>	<u>Range High</u>	<u>Low</u>	<u>Range High</u>
<u>12-Months</u>				
Deans	15,500	17,000	17,000	20,000
Department Heads	10,000	17,900	12,000	19,000
Professors	13,200	15,500	16,000	17,000
Assoc. Professors	8,000	9,700	9,500	11,800
Asst. Professors	8,000	8,000	11,000	11,000

9-Months

Professors	10,200	13,200	12,200	16,000
Assoc. Professors	8,000	12,000	9,500	13,000
Asst. Professors	6,750	9,100	8,500	11,000
Instructors	7,000	9,500	7,800	10,000

President's Compensation

	<u>1968-69</u>	<u>1969-70</u>
Basic Salary	23,625	23,625
Expense Allowance	5,000	5,000
Other (if any)		

Vice President for Academic Affairs	19,000	22,000

July 25, 1969

Winthrop

	<u>1968-69 Range</u>		<u>1969-70 Range</u>	
	<u>Low</u>	<u>High</u>	<u>Low</u>	<u>High</u>
<u>12-Months</u>				
Deans	18,100	18,900	19,300	20,000
Department Heads	13,000	18,900	14,800	19,700
 <u>9-Months</u>				
Professors	9,000	17,700	9,600	19,000
Associate Professors	9,000	13,200	9,500	14,000
Assistant Professors	6,019	11,600	6,300	12,800
Instructors	6,000	8,100	6,700	8,500

President's Compensation

	<u>1968-69</u>	<u>Recommended</u>	
		<u>1969-70</u>	
Basic Salary *	\$23,625.00	\$26,000.00	***
Expense Allowance **	5,000.00	5,000.00	
Other (if any)			

- * Last change July, 1967. (+5%)
- ** Static for at least six years.
- *** 16% increase recommended at July 22, 1969 meeting of the Board of Trustees. This figure has been rounded to the nearest \$100 above 110% of present salary.

CLEMSON UNIVERSITY

	<u>1968-69 Range</u>		<u>1969-70 Range</u>	
	<u>Low</u>	<u>High</u>	<u>Low</u>	<u>High</u>
<u>12-Months</u>				
Deans	17,016	24,000	20,004	27,000
Department Heads	15,192	18,600	15,852	24,492
<u>9-Months</u>				
Professors	10,900	21,900	12,276	23,004
Associate Professors	8,300	16,700	8,802	18,504
Assistant Professors	7,100	14,300	10,008	16,932
Instructors	5,800	11,100	6,516	13,014

President's Compensation

	<u>1968-69</u>	<u>1969-70</u>
Basic Salary	26,250	32,500 ✓
Expense Allowance	5,000	5,000
Other (if any)	Residence on Campus and assignment of official car both in 1968-69 and 1969-70.	

Univ. of S.C.

	<u>1968-69 Range</u>		<u>1969-70 Range</u>	
	<u>Low</u>	<u>High</u>	<u>Low</u>	<u>High</u>
<u>12-Months</u>				
Deans	\$16,200	\$23,500	20,500	26,200
Department Heads	12,500*	24,000	19,000	26,400
<u>9-Months</u>				
Professors	12,400	25,000	11,200	26,000
Associate Professors	9,790	16,500	9,000	18,500
Assistant Professors	7,700	14,700	7,400	15,500
Instructors	6,300	12,500	5,000	12,000

President's Compensation

	<u>1968-69</u>	<u>1969-70</u>
Basic Salary	\$27,500	32,500
Expense Allowance	5,000	5,000
Other (if any)		
<u>House</u>		
<u>Automobile</u>		

OFFICE OF THE PRESIDENT MEDICAL COLLEGE OF SOUTH CAROLINA



July 28, 1969

Mr. P. C. Smith, State Auditor
State Budget and Control Board
Hampton Building
Columbia, South Carolina 29201

Dear Mr. Smith:

In response to your letter of July 15, 1969, I am enclosing two (2) attachments. The first attachment shows my personal compensation for the 1968-69 and the 1969-70 fiscal years. The second attachment shows an analysis of the faculty salaries to be paid in 1969-70. This is a little more detailed than the ones for the previous years; but, in my opinion, it will be more meaningful to you.

Trusting that this information fulfills your request, I am

Very sincerely yours,

Bill

William M. McCord, M.D., Ph.D.
President

fs

Enclosures (2)

35

MEDICAL UNIVERSITY OF SOUTH CAROLINA

William M. McCord, M.D., Ph.D., President

<u>Year</u>	<u>College Administration</u>	<u>Hospital Administration</u>	<u>President's Expense Allowance</u>	<u>Total</u>
1968-69	\$ 24,200	\$ 11,500	\$ 6,000	\$ 41,700
1969-70	\$ 26,625	\$ 12,645	\$ 6,000	\$ 45,270

MEDICAL UNIVERSITY OF SOUTH CAROLINA

FACULTY SALARIES BY RANK
Academic Year 1969 - 1970

(Amounts are for 12-months' service)

	<u>No. Persons</u>	<u>Lowest Salary</u>	<u>Average Salary</u>	<u>Highest Salary *</u>	<u>Total Ceiling **</u>
Department Heads	28	\$24,000	\$27,228	\$35,000	\$42,420
Professors	27	17,750	22,701	35,000	42,420
Associate Professors	50	10,500	19,108	30,000	35,350
Assistant Professors	68	7,500	16,445	26,400	28,280
Associates	14	8,500	13,608	21,000	23,566
Instructors	<u>27</u>	6,000	9,798	15,000	21,424
	214				

* The highest salaries include portions charged to Federal grants and contracts, as shown on the Faculty Salary Schedule submitted to the State Budget and Control Board.

** Some faculty members (69 of a total of 214) are allowed to supplement their academic salaries by individual medical practice. These supplements are limited to the total ceiling figure.

E N D

AGENDA MATERIALS
AND SUPPORTING DOCUMENTS
FOR THE MEETING OF
AUGUST 27, 1969

B C Rd
Wed 8-27-69

Gene Oye
Cong Rep

Ab: Brown

1

Task Est - Dept Est - Bushell - Martin

Re: 2 v 3,000 NACA jobs 1968-69

Auth to pay out of 69-90 fdr.

2

Parts Auth

Prosser - Johnson

(A) 400,000 Run Prod some

- Containee fee

- CMA Endowment

(Gen Oye bids 1st cover - cannot amount by Acton

- thru Run Prod Prog)

> (B) Reduce Gen Estm fees (See detail)

> (C) O Bluff RE
- 1st from Gen Prod
Resolution - Simple

150
5
750,000

3

Hall & McQuaid

Re: Dwyer & Alshel Address

- 1969 Act

Hall: 150 beds needed -

- NC: 14th Feb Dwyer - State supported

Vol Rehab participation -

Vol Invol admission

> Develop overall plan before action

365
12
1260
365
5111

Hall -

Re: ~~Long term plan jobs.~~

Fdr for plant of property

Over

- Est 25,000
- Bond money

McCard -

Over

Proposed plan with Sydnay



4

M Reb Barnitt - Perry
Barnitt -

Re: Seamanville

Too small (500) for even operation

High 90 service cost

No washing in water

Need + 150,000 to up the 200 vac beds

- Can Reduce budget for other units - 30,000

- Fuel Instruct Reinsurance 49,000



Go ahead as far as can with avail fdr



(Over)

42

42

10,500
250

42

5

Russ - Ellis

Re: DPW Sal Fds.

Classification of Case When ~~two~~ ~~two~~
 required all jobs for 7-1 days - none
 left for next year
 \$200,000 needed
 Look at Assist Apprs - are homebased
 jobs avail.

6:55

Agreements

✓ Pat. Publ

✓ Behe & Kaiser 2:30

✓ Buehler & (Tech)

✓ Hall & M. Lind

✓ Dr. Barrett

Add -

✓ Prato Authority

✓ (Rivers & Ellis) 4:30
DPW

✓ Dist. Pol -
Bouquet
in Eng. Div.

✓ Law Enforcement
Problem of Receipts 2nd ed

✓ Blueson
Baccant - Inst. Agents

AGENDA

MEETING OF BUDGET AND CONTROL BOARD

3:30 P. M., WEDNESDAY, AUGUST 27, 1969

CONFERENCE ROOM, GOVERNOR'S OFFICE

- o -

✓ 1. COMMITTEE FOR TECHNICAL TRAINING

The Committee is confronted with difficulties in winding up obligations of the Technical Centers for the year 1968-69 as indicated below.

In budgeting operating costs of the Centers for last year, the Committee included the anticipation of \$223,000.00 from the Department of Education. This was to have been allocated to them out of Federal funds coming to the Department under the George-Barden Federal Vocational Act. Apparently there was some misunderstanding between the Committee and the Department on the allocation of these funds. The Department had expended all of their allocation of these Federal funds and is unable to make the transfer expected by the Committee.

The Committee accordingly is faced with an accumulation of \$223,000.00 of obligations incurred in the operation of the Centers for last year which it is unable to meet.

Correspondence relating to this matter is enclosed. Representatives of both the Committee and the Department of Education will appear before the Board.

2. COMMISSION ON HIGHER EDUCATION

Enclosed is correspondence from Mr. Robert M. Vance concerning compensation of Jim Morris as Commissioner of Higher Education.

3. "THE LIBERTY TREE"

Enclosed is correspondence from Allan C. Mustard and Thomas O. Lawton, Jr., in which it is proposed that the Tricentennial Commission subsidize "The Liberty Tree" for the summer of 1970.

*To PCS
Which will result in
a back to POC*

No action

4. EMPLOYMENT FEES

*Go Pur
for Com*

For some time, departments and agencies of the State Government have been experiencing increasing difficulty in locating qualified personnel to fill positions in the State Government. In the search for prospects for positions of almost any consequence, it is necessary to resort to newspaper ads and contacting regularly established employment agencies.

Employment agencies are apparently one of the best sources through which personnel may be found. These agencies normally charge a fee, graduated according to the particular job, for their services of finding prospects. With increasing difficulty in this area, it is now rather common for employers to pay this fee rather than the employee himself.

Up to this time our office has advised department authorities that there is no authorization for their paying employment fees. It is now becoming, however, a competitive matter; and it is almost necessary that we offer to pay this fee where a desirable prospect is located. It is accordingly suggested that the Board authorize payment. This may be considered as a service rendered by the employment agency for the State, rather than as a payment for personal services in the usual sense.

✓ 5. COLLEGE ACADEMIC PERSONNEL

Academic personnel of the colleges are excluded from the Classification Plan administered through the Personnel Division.

At the last meeting of the Board, approval was given to the salary ranges for academic personnel under which each institution is operating for the current year.

Since this group of employees is not being handled through the Personnel Division, it is still the responsibility of the State Auditor's Office, representing the Budget and Control Board, to handle details of salary approval.

In view of the volume of details involved in processing individual situations, it is recommended that the colleges be allowed to proceed on the

assumption of Board approval if salaries are kept within the ranges already acted upon by the Board. Exceptions will be submitted for individual action.

✓ 6. TREATMENT OF ALCOHOL AND DRUG ADDICTS

Section 6 of Part II of the 1969-70 General Appropriations Act imposes an additional tax on alcoholic liquors, the proceeds of which are to be expended for treatment of alcohol and drug addicts.

The Section provides that the funds "shall be administered by the State Budget and Control Board and shall be expended upon approval of the State Budget and Control Board for the planning of treatment facilities for alcohol and drug addicts, including employment of personnel as may be necessary; for architectural fees and expenses of issuing bonds incident thereto or for the development of additional community programs aimed at the prevention or treatment of alcoholism and drug addiction as recommended by the South Carolina Commission on Alcoholism."

Dr. Hall (Mental Health Commission) and William J. McCord (Commission on Alcoholism) will appear before the Board to discuss proposals for this program.

Check
7. COMMUNITY PLANNING

In the 1969-70 General Appropriations Act, the Community Planning function, formerly operated through the Development Board, was transferred to the Governor's Office.

In making the transfer, the total amount included in the Development Board's budget was lifted out of their section of the Appropriations Bill and inserted in the Governor's Office section without change.

We are now advised by the Development Board that it was not intended that the full \$147,384.00 be transferred, but that \$25,900.00 would be retained by the Development Board. Apparently this arrangement was overlooked in making the transfer, and the Development Board is now requesting that \$25,900.00 of the amount appropriated to the Governor's Office be transferred back to the Board.

Normally the Budget and Control Board does not have authority to approve transfers from one department to another, its authority being limited to transfers within funds of a particular department. The proposal here is, however, to correct an error in the Appropriations Act in the transfer of this responsibility from one department to another. It is accordingly recommended that the Board view this request as one to correct an error and accordingly give the request its approval.

✓ 8. THE CITADEL

At the last meeting of the Board, approval was given to the reconstruction of the west wing of Bond Hall at the estimate of \$1,077,357.00, to be financed partially by the issuance of \$800,000.00 of State Institution Bonds with the remainder being provided by a Federal allocation.

Bids were recently received and exceeded the construction estimate by \$265,000.00.

The Citadel authorities are proposing to increase the Institution Bond issuance by this amount. They have submitted the usual computations as to their capacity to cover this additional amount.

✓ 9. STATE COLLEGE

The College recently received bids on the construction of an administration building and an additional men's dormitory, these being the first two projects under the program provided for by bond issuance at the 1968 session of the General Assembly.

The total amount estimated originally for these two projects was \$1,069,608.00. The low bids exceed these estimates by \$165,000.00

In order to provide the additional amount required, College authorities are requesting the Board's approval of the issuance of \$165,000.00 of State Institution Bonds. They have provided the usual computations of revenue capacity to cover these proposed bonds.

10. MENTAL RETARDATION COMMISSION

✓ Dr. Charles D. Barnett, Commissioner of Mental Retardation, will appear before the Board to discuss progress in the improvement of conditions at the Summerville institution.

1-11
1-11

STATE OF SOUTH CAROLINA

DEPARTMENT OF EDUCATION

CYRIL B. BUSBEE
STATE SUPERINTENDENT OF EDUCATION



COLUMBIA

August 9, 1968

Shealy

RECEIVED
AUG 20 1968

TECHNICAL EDUCATION

Mr. Thomas Barton, Executive Director
Committee for Technical Education
Rutledge Building
Columbia, South Carolina

Dear Mr. Barton:

I am pleased to inform you that the State Board of Education at their regular meeting on August 9, 1968, approved your submitted budget for 1968-69, with the exception of the \$1,500,000.00 item shown as Anticipated Federal Funds-Vocational Education Act of 1963 on page 4 of your submitted plan of operation.

This is consistent with action taken on the corresponding item in the proposed budget of the State Department of Education at the meeting of the State Board of Education on July 12, 1968.

Yours very truly,

Cyril B. Busbee

Cyril B. Busbee
Secretary, State Board of Education

CBB:mw

cc: Mr. William H. Seals, Chairman
State Board of Education

STATE OF SOUTH CAROLINA
DEPARTMENT OF EDUCATION

CYRIL B. BUSBEE
STATE SUPERINTENDENT OF EDUCATION



COLUMBIA

December 16, 1968

Mr. Thomas E. Barton, Jr., Director
State Committee for Technical Education
1429 Senate Street
Columbia, South Carolina

Dear Mr. Barton:

This acknowledges your letter of December 12 concerning the \$1,500,000 allocation called for in the 1968-69 General Appropriations Act of the General Assembly of South Carolina. Cognizance is also taken of your reference to the \$223,000 included in your budget from the George-Barden, Title III Funds.

You are familiar with the position assumed by the State Board on both the budget of the State Department, as well as that of the Committee for Technical Education as it relates to the \$1,500,000 item. This item was not brought up for reconsideration by the Board at its December meeting. We did, however, send a letter out to each member of the Board explaining the nature of the problem and suggesting that they may wish to reconsider the matter. In spite of the fact that it was not brought up for further discussion, I am reasonably confident that it will be given some attention at the January meeting. The matter of the George-Barden Funds will be pursued administratively.

Sincerely yours,

Cyril B. Busbee
State Superintendent of Education

CBB:ejc

August 19, 1969

Honorable Cyril Busbee
Superintendent of Education
Rutledge Office Building
Columbia, South Carolina 29201

Dear Cyril:

Wyman Shealy, Finance Officer of the Committee for Technical Education, has advised us of a problem faced by the Committee in closing their financial records for the fiscal year 1968-69.

The Committee's budget for 1968-69 included an anticipated receipt of \$223,000.00 of George-Barden Federal Funds through the Department of Education. In August 1968 the Committee was apparently requested by the State Board of Education to submit, for the Board's approval, their proposed budget for 1968-69. Attached is a copy of your letter of August 9, 1968 to Mr. Thomas Barton advising him that the Board had approved the budget with the exception of the \$1,500,000.00 item of Federal Funds under the Vocational Education Act of 1963.

Since your August 9 letter made reference to only one exception in the budget as submitted to the State Board it was apparently assumed by the Committee that the remainder was approved and that the \$223,000.00 of anticipated George-Barden funds would be forthcoming at some time during the year.

In December 1968 the Committee apparently made some inquiry of your office regarding the \$1,500,000.00 item and also made some reference to the \$223,000.00 George-Barden item. Your reply of December 16, 1968, a copy of which is enclosed, comments mainly on the \$1,500,000.00 item and concludes by stating "the matter of the George-Barden funds will be pursued administratively".

The Committee interpreted your December 16 letter as meaning that the \$1,500,000.00 item was still a policy matter to be acted upon by the Board and that your comments with reference to George-Barden funds meant that payment was not questioned and would be made in due time.

We have been advised that the \$223,000.00 cannot be paid to the Committee since your funds from this source have been otherwise expended for

Honorable Cyril Busbee
August 19, 1969

Page 2.

1968. This in turn leave the Committee with approximately this amount of obligations in the operation of its Technical Centers for 1968-69 which remain unpaid at this time. They have accordingly brought this matter to the Budget and Control Board for whatever solution the Board may have to offer.

This is obviously a rather substantial deficit with which the Committee is faced and I am sure the Budget and Control Board will want to hear from you when the matter is presented to them. Although a meeting date has not been set it is likely that we will have one before the end of August at which time the above situation will be on the agenda.

Let me know if you and I can discuss details of this before the meeting.

Very truly yours,

P. C. Smith
State Auditor

PCS:dr

Enclosures

Copy to:
Mr. Wyman Shealy, Finance Officer
State Committee for Technical Education
Rutledge Office Building
Columbia, South Carolina 29201



SOUTH CAROLINA COMMISSION ON HIGHER EDUCATION
RUTLEDGE BUILDING
1429 SENATE STREET
COLUMBIA, S. C. 29201

JAMES A. MORRIS
COMMISSIONER

August 13, 1969

TELEPHONE
803 / 758-2407

The Honorable Robert E. McNair
Chairman
State Budget and Control Board
The State House
Columbia, South Carolina

Dear Governor McNair:

The Commission on Higher Education is concerned with the differential which has developed during this fiscal year between the salary of the Commissioner of Higher Education, Dr. James A. Morris, and the presidents of the two universities. In September, 1968, the Budget and Control Board approved the following recommendation of the Commission on Higher Education with regard to the salary of its chief executive:

"1. The appointment of Dr. James A. Morris as Chief Executive of the Commission at a salary comparable to the base salary of the university presidents, plus the use of a State automobile in connection with this position."

It is realized, of course, that the differential in salary has occurred because of the difference in the methods of determining these salaries and that budgetary procedures for 1970-71 will correct this situation. The Commission does feel, however, the differential of \$4,500 per year between the salary of Doctor Morris and that of the two presidents should not exist.

It is requested that the Budget and Control Board take whatever action is possible to correct this situation. If necessary, I shall be glad to appear before the Budget and Control Board in this connection.

Sincerely yours,

Robert M. Vance
Robert M. Vance

PALMETTO OUTDOOR HISTORICAL DRAMA ASSOCIATION

Allan C. Mustard, *President*

Dr. George Curry, *1st Vice-Pres.*

Mrs. Thomas F. Jones, *2nd Vice-Pres.*

Miss Dolly Hamby, *Sec.*

Mrs. O. T. Smith, *Treas.*

Alan P. Rose, *Asst. Treas.*

J. Ed Smith, *Ex-Officio*

Post Office Box 475
Columbia, S. C. 29202
Telephone (803) 252-3988

August 18, 1969

The Honorable Robert E. McNair
Governor, State of South Carolina
The Statehouse
Columbia, South Carolina

Dear "Bob":

I apologize for again bothering you with such an insignificant matter. However, it is only through your astute leadership that the matter actually exists at this time.

The Board of Trustees of the Palmetto Outdoor Historical Drama Association is deeply grateful to you and the Legislature of South Carolina for making it possible for the capital debt to be paid off on the amphitheatre located at Sesquicentennial State Park.

It was through your counsel that I appeared before the Tricentennial Commission in 1968 and again in 1969 and requested funds to be allocated to the production of "The Liberty Tree." We were turned down both years on the grounds that the Tricentennial Commission did not have any money, yet it was announced in the newspaper recently that there was a carry over of funds in amount of \$94,000.00 to the present fiscal year.

We have applied to the Tricentennial Commission for a pledge of \$80,000.00 for the operation of the drama for 1970. We are enclosing herewith a copy of our letter to The Honorable Thomas O. Lawton, Jr., Chairman of the Tricentennial Commission, and a copy of his reply.

We regret very much the trouble that the Commission appears to find itself and have been advised that the Commission will appear before you on Wednesday, August 20th thus this writing.

"The Liberty Tree" appears to be the single operating symbol which ties in directly to the Tricentennial year. We have now had two years' experience and we realize beyond a shadow of a doubt that "The Liberty Tree" cannot live without subsidy because basically the area in which it is located is not a tourist area of sufficient proportion to warrant the necessary attendance of performances.

56

The Honorable Robert E. McNair

Page two

August 18, 1969

I will not have anything to do with asking you and the State for fund subsidy beyond 1970. However, I beg your indulgence in saying a word in behalf of "The Liberty Tree" to the Tricentennial group for the Tricentennial year.

It is a foregone conclusion that the more than \$250,000.00 amphitheatre is owned by the State of South Carolina. It is built on property administered by the Parks, Recreation and Tourism Commission. The property has not been deeded to the Association or is there any intention to request such action. The only reason that we have not already presented the amphitheatre to you for the State is purely psychological. Our thinking is that such action at this time could proclaim defeat of "The Liberty Tree."

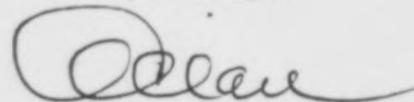
We have an excellent director this season and must make a definite commitment to secure his services for next year and feign to make such a commitment unless we have been assured of the support of the Tricentennial Commission.

We understand that the Tricentennial Commission is seriously considering sponsoring "Porgy and Bess" with an all negro cast. "The Liberty Tree" is basically an all white cast with one negro female with an excellent voice in the cast. The former may be much more palatable to the people of the State if the Commission can see their way clear to give the white group like treatment.

Again please forgive me for causing you this trouble over this project but I sincerely believe it to the best interest of our State to have "The Liberty Tree" live out the Tricentennial year.

Warmest personal regards.

Respectfully,



Allan C. Mustard

ACM:et

Enclosures - 2



South Carolina Tricentennial Commission

CHAIRMAN

THOMAS O. LAWTON, JR.
POST OFFICE BOX 646
ALLENDALE, SOUTH CAROLINA 29810

August 4, 1969

The Honorable Allan C. Mustard
President
Palmetto Outdoor Historical Drama Association
Post Office Box 475
Columbia, South Carolina 29202

Dear Allan:

Thank you, indeed, for your good letter of July 29, 1969; and congratulations to you and the other members of the Drama for paying off the remaining capital debts. Truly, all of you have rendered monumental service in this undertaking.

I am very pleased that you sent a copy of this to each member of the Commission so that it will give them first-hand what your requests for 1970 actually are. This will be discussed at our next Commission meeting, and we will keep you posted. You will recall that it was the proposal of the Commission that if the Drama needed funds to operate next year, we would certainly give this request serious consideration in our request for the budget from the Legislature.

With kindest regards, I am

Sincerely,

Thomas O. Lawton, Jr.

TOLjr/sby

Copy to Board Members of Palmetto Outdoor Historical Drama Association

A.C.M.
ACM

58

PALMETTO OUTDOOR HISTORICAL DRAMA ASSOCIATION

Allan C. Mustard, *President*

Dr. George Curry, *1st Vice-Pres.*

Mrs. Thomas F. Jones, *2nd Vice-Pres.*

Miss Dolly Hamby, *Sec.*

Mrs. O. T. Smith, *Treas.*

Alan P. Rose, *Asst. Treas.*

J. Ed Smith, *Ex-Officio*

Post Office Box 475
Columbia, S. C. 29202
Telephone (803) 252-3988

July 29, 1969

The Honorable Thomas O. Lawton, Jr., Chairman
South Carolina Tricentennial Commission
Post Office Box 646
Allendale, South Carolina 29810

Dear "Tom":

We are very delighted to advise you and the other members of the Commission that yesterday the Palmetto Outdoor Historical Drama Association paid off the remaining capital debts to McCrory-Sumwalt Construction Company and Lafaye, Lafaye and Associates. This means that the outdoor theatre is now the property of the Palmetto Outdoor Historical Drama Association. It is our thought that we will soon pass ownership of the theatre to the State of South Carolina and return to it the seventeen acres supposedly deeded for the use of the Association.

We have now proven to ourselves that "The Liberty Tree" will not and cannot be self-sustaining unless this area of our State quickly converts itself into a tourist area.

The life blood of the operating funds for both seasons so far has been "County Nights" which is the brainchild of our Board member, Mrs. Carey C. Burnett. She has been working diligently on this project and we believe that the drama can live out the 1969 season. We, of course, have numerous members of the Association who contribute more than \$22,000.00 per year to supplement the gate receipts for operating costs.

The salaries of the Drama Company and the administrative staff exceed \$98,000.00 per year. This is broken down to \$78,000.00 for 80 members of the cast and production staff for the thirteen-week season plus the salaries of the administrative group.

The highest salary paid an actor is \$110.00 per week for the leading male role and \$90.00 per week for the leading female role. Actually, the man playing the role of Isaac Hayne has his PhD and is working for \$85.00 per week. It is easy to see that it is the love of the theatre and not monetary compensations that attracts the actors and actresses. The Association does not pay travel or living expenses for the cast, staff or director.

Dr. Kermit Hunter rewrote the script probably twelve times for this season. The drama is now excellent, the direction under Mr. Jay Brooks has been superlative and we know that the drama this year far surpasses that of last season.

The Honorable Thomas O. Lawton, Jr.
Page two
July 29, 1969

We have recieved a commitment from Mr. Jay Brooks to stage the drama next year and direct it for a period of five weeks, therefore, we know that we will have a good production in 1970. Mr. Brooks will train an understudy to carry it on for the remainder of the season as was done for him by Dr. Hobgood in 1968.

We asked the Tricentennial Commission for help in 1968 and 1969. We certainly understood the position of the Commission for those seasons. However, we are now making a formal request for sponsorship of "The Liberty Tree" by your Commission for 1970--the Tricentennial Year. We will actually need \$40,000.00 on the first of April 1970 and an additional \$40,000.00 on the first of July 1970. This coupled with the gate receipts and the membership dues will stage and insure the operation of the production for the 1970 season.

"The Liberty Tree" will need to be included in the advertising material of both the Tricentennial Commission and the Parks, Recreation and Tourism Commission. We are working very closely with Mr. Hickman and his group and wish to establish the same association with the Tricentennial Commission.

Mrs. Eleanore Smith of our Board of Trustees is now a member of your Commission and can furnish any details concerning the operation at your Commission meetings. Both Messrs. Robert Rigby, Jr. and John Tiller of our Board of Trustees are members of the PRT Commission. Then, too, Col. John May, also a Trustee, is actually a staff member of PRT, thus, there is good co-ordination already established between the three groups concerned with tourism in South Carolina.

We have had virtually no money for promotional expenses this year and a very limited amount last year. However, when we are properly tied in with the promotion programs of the Tricentennial Commission and PRT, it lessens the necessity of additional promotional money for "The Liberty Tree." Of course, if we have any money left out of that which can be accumulated for the 1970 season, we would definitely earmark it for promotion.

We think that we have done a splendid job in paying off the capital debt of the theatre and in keeping the drama operating for two seasons. But we are in dire need for the support of the Tricentennial Commission to insure the operation of the drama in 1970. We must have an early commitment so that we can make our commitment to the director and the principal members of the cast for next year.

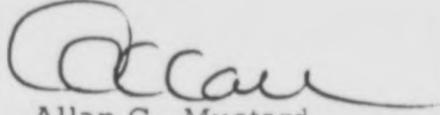
We are forwarding a copy of this writing to each of your Commissioners and to each member of your Performing Arts Committee. We are enclosing two complimentary season

The Honorable Thomas O. Lawton, Jr.
Page three
July 29, 1969

passes to each Commission member and Committee member so that they can personally witness this excellent drama.

Warmest personal regards.

Sincerely,



Allan C. Mustard

ACM:et
Enclosure - 2 complimentary season passes

Copy to: All other members of the Tricentennial Commission
All members of the Performing Arts Committee of the Tricentennial Commission
Mr. James M. Barnett

STATE OF SOUTH CAROLINA
PERSONNEL DIVISION

F. E. ELLIS
STATE DIRECTOR



TELEPHONE
(803) 758-3334

700 KNOX ABBOTT DRIVE
CAYCE, SOUTH CAROLINA 29033

August 27, 1969

The Honorable Robert E. McNair
Governor, State of South Carolina
State House
Columbia, South Carolina

Dear Governor McNair:

As you are aware, the Personnel Division is undertaking the development of a health insurance program for State employees in keeping with the report of the study committee and as authorized by the \$100,000 appropriation provided in the 1968-69 Deficiency Appropriation Bill.

The study committee's recommendations lean toward having the health insurance program fully insured but does not preclude the possibility of it being self-insured. There are economies to be realized in having the program self-insured as, of course, we would not be paying the normal profit to the carrier, as well as saving the charges by the carrier for the payment of taxes. However, the other considerations may make such action inadvisable. This is a rather basic policy decision that needs immediate clarification as the method of development is contingent upon which course of action is to be pursued.

If self-insurance is considered, I propose that we protect our self-insurance fund against catastrophic occurrences by insuring on a stop-loss basis above a reasonable level. I also suggest that we should contract with the stop-loss carrier to provide claims administration. This would provide to the carrier an assurance that the self-insured portion is being properly administered (as a protection against its insured portion) as well as protect the State against charges of favoritism in resolving claims.

In considering the self-insured approach, I feel that we should employ qualified consultants to study and evaluate the merits of the alternatives. Following such study, we would be better equipped to reach a decision on a course of action.

If more information is desired before this matter is submitted to the Budget and Control Board, please advise.

Yours truly,

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

F. E. Ellis
State Director of Personnel

FEE:mjm
CC: The Honorable P. C. Smith

62

CHARLES D. BARNETT, Ph.D.
State Commissioner of Mental Retardation
WALTER G. FRIES, Ed.D.
Deputy Commissioner



MENTAL RETARDATION COMMISSION
James B. Berry, M.D., Chairman
R. L. Plaxico, Vice Chairman
Mrs. Hallie B. Perry, Secretary
Richard Baker
Robert H. Lovvorn
Vince Moseley, M.D.
R. B. Robinson

STATE OF SOUTH CAROLINA
DEPARTMENT OF MENTAL RETARDATION
2414 BULL STREET
COLUMBIA, SOUTH CAROLINA 29201

August 27, 1969

The Honorable Robert E. McNair
Governor of South Carolina
State House
Columbia, South Carolina 29201

Dear Governor McNair:

I have reviewed the situation at the South Carolina Retarded Children's Habilitation Center and find that additional new monies in the amount of \$250,940 will be required this fiscal year to occupy 199 vacant beds. The said funds would be used as follows:

Personal Service	\$199,763
Additional Operating Costs (food, etc.)	16,665
Minor Renovation to Four Cottages	26,000
Equipment (additional cribs, etc.)	8,512
	<u>\$250,940</u>

The additional personal service requirement involves 115 employees which will include 2 supervisors, 7 RN's, 2 LPN's, 99 nursing assistants, 3 food service assistants, and 2 janitors.

These additions projected into Fiscal Year 1970-71 would mean an estimated \$527,869 increase in the Center's operating budget from this source alone.

Cordially,

A handwritten signature in cursive script that reads "Charles D. Barnett".

Charles D. Barnett, Ph.D.
Commissioner

CDB:rc

cc: Mr. Pat C. Smith

SOUTH CAROLINA DEPARTMENT OF MENTAL RETARDATION
 Division of S. C. Retarded Children's Habilitation Center

Sequence of Admissions

Cottages	No. of Residents to be Admitted	No. of Employees Needed	Timing		No.
			Hire	Admissions	
D4	40	23	(12) 9/9	9/28 - 10/11	16
			(12) 10/7	10/13 - 10/25	16
				10/27 - 11/1	8
E2	24	8	(8) 11/4	11/17 - 12/5	24
E3	24	8	12/2	12/22 - 1/16	24
ICU	15	10	12/16	12/22 - 1/16	15
D1	16	9	1/27	2/9 - 2/20	16
D2	16	9	2/10	2/23 - 3/6	16
D3	64	42	(21) 2/24	3/9 - 3/20	16
				3/23 - 4/3	16
			(21) 3/10	4/6 - 4/17	16
				4/20 - 5/1	16

SOUTH CAROLINA RETARDED CHILDREN'S HABILITATION CENTER

Cost in Personal Service

Cottages	Hiring Date	No.	Pay Periods Remaining	Bi-Weekly Salary	Total Salary	Adjustments	Total Cost Rest of 1969-70
D4	Sept. 9	12	20	\$141.62	\$33,989	536	\$34,525
Total D4	Oct. 7	12	18	141.62	30,590	383	<u>30,973</u> 65,498
E2	Nov. 4	1	16	152.00	2,432	25	2,457
Total E2		7	16	141.62	15,861	134	<u>15,995</u> 18,452
E3	Dec. 2	8	14	141.62	15,861	51	<u>15,912</u>
Total E3							<u>15,912</u>
ICU	Dec. 16	5	13	219.23	14,237	-	14,237
Total ICU		5	13	141.62	9,205	-	<u>9,205</u> 23,442
D1	Jan. 27	9	10	141.62	12,746	-	<u>12,746</u>
Total D1							<u>12,746</u>
D2	Feb. 10	9	9	141.62	11,471	-	<u>11,471</u>
Total D2							<u>11,471</u>
D3	Feb. 24	1	8	285.30	2,282	-	2,282
		1	8	219.23	1,754	-	1,754
		1	8	163.19	1,306	-	1,306
		18	8	141.62	20,393	-	20,393
		5*					4,995
	Mar. 10	1	7	219.23	1,535	-	1,535
		1	7	163.19	1,142	-	1,142
Total D3		19	7	141.62	18,835	-	<u>18,835</u> 52,242
						Total	<u>\$199,763</u>

* 3 cottage food servers, janitor, and maid.

SOUTH CAROLINA RETARDED CHILDREN'S HABILITATION CENTER

Added Total Cost for F.Y. 1969-70

Personal Services	\$199,763	
Other Operating Cost	16,665	
Renovations*	26,000	
Equipment (additional cribs)	<u>8,512</u>	
		\$250,940

* Closing in porches, putting in noise reduction panels.

Estimated Added Cost for F.Y. 1970-71

Grade*13	1	Supervisor	\$7,418	\$ 7,418
10	7	R.N.	5,980	41,860
6	2	L.P.N.	4,451	8,902
5	1	Cottage Supervisor	4,139	4,139
4	99	Nursing Assistant	3,848	380,952
2	3	Food Service, II	3,557	10,671
1	2	Maid & Janitor I	3,432	<u>6,864</u>
				\$460,806

* All on Step 2

Estimated Budget F.Y. 1970-71

New Personal Services		\$ 460,806
1969-70 Personal Services		1,504,655
5% Adjustment		65,281
Administration Less Personnel		48,850
2.60 per diem 510 children (rounded off)		<u>484,000</u>
		2,563,592
	F.Y. 1969-70	<u>2,035,723</u>
	Increase	\$ 527,869
Old per diem for 440	14.02	
New per diem for 510	13.77	



STATE OF SOUTH CAROLINA

THE SENATE

COLUMBIA

Barnwell, South Carolina

August 25, 1969

EDGAR A. BROWN
PRESIDENT PRO TEMPORE

HOME ADDRESS:
BARNWELL

Honorable P. C. Smith
State Auditor
P. O. Box 11333
Columbia, South Carolina 29211

Dear Pat:

Before receiving your notice of the Budget meeting this Wednesday, I had arranged to go to Edisto and stay over until after Labor Day, thinking that the notice which I received of the October meeting would be the next meeting.

Looking over the agenda, I notice among things to come up are:

(1) Salary of the Commissioner of Higher Education.

I am utterly opposed to any further raises in Dr. Morris' salary because I think he is getting too much now.

(2) We have done all we can for "The Liberty Tree".

I helped them get started, bailed them out by paying for the completion of the contractor's bill and gave them \$35,000.00 to start this year. We can't continue to underwrite the losses on this project.

(3) I look with a lot of skepticism on the idea of paying employment agencies a fee to secure State employees.

(4) I think we shouldn't get too far out on a limb on alcohol and drug addicts. Drug addicts should be turned over to the Federal Government to be sent to Louisville, Kentucky, and alcoholics ought to sober up themselves or be put in jail. I think the Florence-Darlington project is the most expensive luxury we have ever engaged in.

Honorable P. C. Smith
August 25, 1969
Page 2

(5) I don't know what the problem is with respect to the mental retardation, but let's go slow on that and keep the program because of its enormity more in the style of Clinton than the Summerville project. The Governor and the other members of the Board are familiar with my lack of appreciation of the attitude of Dr. Cicensia who is trying to build an institution at Charleston which is not only all out of our ability to do but also it is just not what we need in South Carolina. I doubt most seriously the judgment which prompted Dr. Moseley and the others to establish the clinic on the Medical College grounds. In other words, it's too elaborate and I am not so sure that we shouldn't keep a bridle on Dr. Cicensia or, do as I suggested to Dr. Moseley, let Cicensia go back to Columbia University.

I am in accord with the proposal to the improvement on Bond Hall at Charleston, and whatever is necessary to be done at Orangeburg, I suppose we will have to do it.

I am dictating this hurriedly because I am trying to get off and it would take too much of your time for you to attempt to make notes of my hurried thinking.

Cordially yours,

Edgar A. Brown
Edgar A. Brown (E)

B:f



South Carolina Commission On Alcoholism

2414 BULL STREET
TELEPHONE 758-2521
COLUMBIA, SOUTH CAROLINA 29201

WILLIAM J. McCORD, M.S.P.H.
DIRECTOR

August 27, 1969

EARL W. GRIFFITH
DIRECTOR OF EDUCATION
WINTER T. KIMES
DIRECTOR OF PLANNING,
RESEARCH AND GRANTS
JAMES A. GREENE, A.C.S.W.
DIRECTOR OF COMMUNITY SERVICES

Honorable Robert E. McNair
Governor
State of South Carolina

Honorable Grady L. Patterson
Treasurer
State of South Carolina

Honorable Henry Mills
Comptroller General
State of South Carolina

Honorable Edgar A. Brown
Chairman of the Senate Finance Committee
State of South Carolina

Honorable R. J. Aycock
Chairman of the House Ways and Means Committee
State of South Carolina

Honorable P. C. Smith
Auditor
State of South Carolina

C
O
P
Y

Gentlemen:

We respectfully request the amount of \$7500 be allocated to the South Carolina Commission on Alcoholism for the development of a pilot program of establishing an Alcoholism Information and Referral Center in a local Department of Public Health in Spartanburg, South Carolina. Under Section 6, Permanent Provisions, of the General Appropriation Act 1969-1970, these monies would come from the earmarked alcohol beverage tax increase and would be used to match on a 50-50 basis \$7500 already being held for this purpose by the Spartanburg County Commission.

69

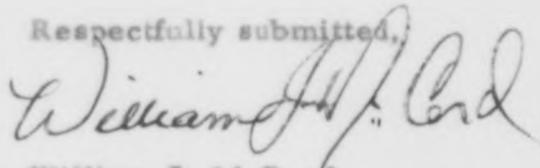
Budget and Control Board
State of South Carolina
Page 2

Under the same statutory provision, we further request the amount of \$3000 to be used in another pilot project in Greenville, South Carolina, which involves the placing of an Alcoholism Consultant in the Andrew Pickens Comprehensive Community Mental Health Center. Matching monies to be provided on a 3 to 1 basis by a federal staffing grant already approved would hire a consultant who would coordinate all alcohol and drug abuse activities within the Center and also in the community.

These monies would be administered by the South Carolina Commission on Alcoholism on a contractual agreement with co-sponsoring agencies; i. e., Spartanburg County Commission, Spartanburg County Department of Public Health, Andrew Pickens Comprehensive Community Mental Health Center and any unexpended amounts would be carried over to the next fiscal year as called for in Section 6, Permanent Provisions, of the General Appropriation Act as cited above.

Thank you for your consideration.

Respectfully submitted,



William J. McCord

WJM/vj

Enclosures:

1. Section 6, Permanent Provisions, General Appropriation Act 1969-70.
2. Letter from C. Barry Hayes, Jr.
3. Proposed budget of the Spartanburg County Alcoholism Information and Referral Center.
4. Project description.

be equitably apportioned between the lessor and the lessee. *Provided*, that notwithstanding any other provisions of this section, the amount allowed as a deduction for depletion in the case of mines, oil and gas wells and other natural deposits located in the State of South Carolina shall be the same depletion as now allowed under Federal Internal Revenue Code, Sections 611, 612 and 613 and applicable regulations. *Provided, further*, that notwithstanding any other provisions of this section, the amount allowed as a deduction for depreciation and obsolescence shall be the same depreciation as now allowed under Federal Internal Revenue Code, Sections 167 and 179 and applicable regulations. *Provided, further*, that this item (8) shall not be affected by amendments to the Federal Internal Revenue Code which may be enacted for taxable years beginning after December 31, 1966."

SECTION 6

Tax on Alcoholic Liquors Increased

Every licensed wholesaler shall pay an additional tax of thirty-five cents on each standard case of alcoholic liquors sold. The tax shall be paid to and collected by the Tax Commission in the same manner and with like penalties as provided in Section 1 of Act No. 871 of 1962. The tax shall be deposited into the State Treasury and allocated solely for use in planning, constructing, improving or equipping treatment facilities for alcohol or drug addicts; to retire general obligation bonds issued for such purposes; to maintain and operate facilities to develop programs for the prevention of alcohol or drug addiction or for rehabilitation of such addicts, and shall not be subject to the provisions of Section 65-1285 of the 1962 Code, as amended, relating to the distribution of alcoholic liquor revenue to counties and municipalities. This section is not intended to preclude additional appropriations for the purposes provided for in this section nor is it the intent of this section to supplant other appropriations made for such purposes.

The Code of Laws of South Carolina, 1962, is amended by adding Section 32-920.7 which shall read as follows:

"Section 32-920.7. The additional tax levied pursuant to Section 65-1281.1 shall be annually allocated by the General Assembly in the General Appropriations Act for the purposes set forth in such section. For the fiscal year beginning July 1, 1969, and ending June 30, 1970, the sum appropriated shall be administered by the State Budget and Control Board and shall be expended upon approval of the State Budget and Control Board for the planning of treatment facili-

ties for alcohol and drug addicts, including employment of personnel as may be necessary; for architectural fees and expenses of issuing bonds incident thereto or for the development of additional community programs aimed at the prevention or treatment of alcoholism and drug addiction as recommended by the South Carolina Commission on Alcoholism. Any monies not expended shall be carried forward to the next fiscal year to be used for the same purposes.

Commencing with license taxes collected and paid after June 30, 1969, such taxes levied in respect to sales of alcoholic liquors pursuant to Sections 65-1265 and 65-1266 of the 1962 Code shall be collected and paid in the same manner and under the same conditions as the license taxes levied pursuant to Sections 65-1281 and 65-1285. The initial report to be made pursuant to this section shall be made on or before July 10, 1969, based on sales for the month of June, 1969. Commencing with license taxes required to be paid in July, 1969, and ending with such taxes to be paid in June, 1974, there shall be allowed each month a deduction from the amounts determined to be due under Sections 65-1265 and 65-1266. Such deduction shall be equal to one sixtieth (1/60) of the sum of: (1) the amount of the license taxes levied under Sections 65-1265 and 65-1266 and paid in July, 1969, and (2) the dollar value of all stamps owned on June 30, 1969, evidencing payment in advance of sale of the license taxes levied under Sections 65-1265 and 65-1266."

Item E of Subsection 42 of Section 15 of Part II of Act 813 of 1956, as amended by Act 871 of 1962, is further amended on line seven by striking "one" and inserting "five" and on line twelve by striking "Subsection 42 of this section" and inserting "Chapter 16 of Title 65 of the 1962 Code". The item when amended shall read as follows:

"E. Every person upon whose application for a wholesale liquor dealer's license the commission has acted favorably shall, within ten days from the date he receives notice of favorable action by the commission, either (a) file with the commission a bond payable to the State, in such form as is approved by the commission, in the penal sum which in the opinion of the commission is sufficient to protect the interest of the State, but in no case shall such bond exceed five hundred thousand dollars, with some surety or guaranty company authorized to do business in this State and approved by the commission as surety, conditioned upon the lawful operation of the business covered by the license and the prompt payment of all taxes imposed by Chapter 16 of Title 65 of the 1962 Code; or (b) deposit

71



OFFICE OF
County Board of Commissioners
COUNTY COURT HOUSE
Spartanburg, South Carolina 29301

C. B. HAYES, JR., CHAIRMAN
P. O. BOX 5628
SPARTANBURG, S. C. 29301

August 4, 1969

Mr. Jerry McCord
Director of South Carolina Committee on Alcoholism
2414 Bull Street
Columbia, South Carolina 29201

Dear Jerry:

I am writing this letter to certify to you the interest and needs of the County of Spartanburg, South Carolina, for a referral center on alcoholism and drug addiction.

This has become an ever increasing problem with our County and I introduced a resolution to the Spartanburg County Commission to make available for the year 1969-70 an appropriation of \$7,500 to be matched by State funds to establish a referral center, which will be located, as far as I presently know, in the Health Department and will be worked jointly with the Health Department and the South Carolina Director on Alcoholism. We also agreed among ourselves that within a later period of time more funds were necessary, we would give them due consideration.

We are very anxious to find out from the South Carolina Commission on Alcoholism when we can get our start and would appreciate hearing from you.

If we can be of any assistance to you with the Budget and Control Board, please do not hesitate to request same.

Sincerely yours,

COUNTY BOARD OF COMMISSIONERS

C. B. Hayes, Jr.
Chairman

cc: M. L. Workman
Jack Crosland
T. P. Johnson
James Thomason
Hubert Johnson

72

BUDGET *

A. Spartanburg County Alcoholism Information and Referral Center

01. Personal Service:

01. Salaries

Director	7,600.00	
Secretary I	4,555.00	
Social Security & Retirement %	182.33	

Total 01

12,337.33

02. Contractual Services:

03. Telegraph and Telephone	150.00	
02. Travel	500.00	
05. Printing, Binding & Advertising	300.00	

Total 02

950.00

03. Supplies:

04. Office Supplies	200.00	
07. Educational Supplies	500.00	

Total 03

700.00

06. Equipment:

01. Office Equipment	712.67	
07. Educational Equipment	300.00	

Total 06

1,012.67

Total Budget
Spartanburg County Funds
State Funds
Total Appropriation

	15,000.00	
7,500.00		
7,500.00		
	15,000.00	

SPARTANBURG COUNTY ALCOHOLISM INFORMATION AND REFERRAL CENTER PROJECT

Background

The need for centralized information and referral services has been acute in Spartanburg County for many years. Sporadic services have, from time to time, been offered through some community agencies, but no single agency has been entirely dedicated to the interest of the alcoholic and his family.

To facilitate the opening of such a center, this project reflects the initial cooperation of several major groups in the Spartanburg area and the State Commission on Alcoholism.

Project

This is a cooperative project of the S. C. Commission on Alcoholism with the Spartanburg County Health Department; the Spartanburg County Board of Commissioners; and the Spartanburg Council on Alcoholism.

It calls for the establishment of an alcoholism Information and Referral Center physically located within the Spartanburg County Health Department.

The center staff shall utilize all available referral, treatment, and rehabilitative services for families and individuals with alcohol and drug abuse problems; and shall be responsible for developing additional prevention, education, and treatment resources as are needed and feasible within Spartanburg County.

Purposes of the Project

1. To provide a center for information and educational programs and materials to be available to all agencies and groups in Spartanburg County.
2. To demonstrate that the County Health Department can be instrumental in providing alcoholism services as part of general public health programming.
3. To provide the citizens of Spartanburg County with a much needed public service.

Evaluation

The project will be periodically reviewed by the S. C. Commission on Alcoholism and the Spartanburg County Board of Commissioners to determine results and to insure that the project is carried out according to its stated purposes.

Financing

Funds will be provided on a year to year basis by 50% County and 50% State appropriation. First year's required appropriation is \$7,500 each.

SPARTANBURG COUNTY ALCOHOLISM INFORMATION AND REFERRAL CENTER PROJECT

Job Description

Director, Spartanburg County Alcoholism Information and Referral Center.

Under the direct personnel supervision of the Director, Spartanburg County Health Department and technical program supervision of the Spartanburg County Council on Alcoholism and the S. C. Commission on Alcoholism; the Director, Alcoholism Information and Referral Center will program and supervise activities as described:

Public Information Program, Public Education, Literature & Study Materials, Institutes, Seminars, Workshops, Stimulation of Community Resources, High School & College Program, Individual Information and Consultation, Referrals for Treatment, Hospital Care and/or Out-Patient Clinic, Physicians in Private Practice, Alcoholics Anonymous, Social Agencies, Administration, Personnel, Public Relations, Budgeting and Records.

Educational Requirements

The Director shall have professional experience in counselling and the ability to communicate to groups and individuals effectively. He should have a working knowledge of visual aids, educational techniques, and general medical organization. He should be adept at public speaking, writing and community organizational methods.

WHAT THE SPARTANBURG COUNTY INFORMATION AND REFERRAL CENTER WILL DO

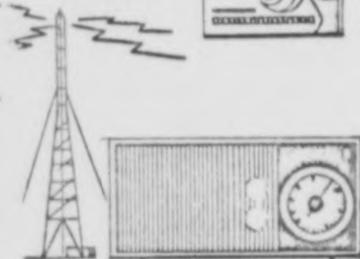
BOARD OF DIRECTORS
 S. C. Commission on Alcoholism
 Spartanburg County Board of Commissioners
 Spartanburg County Health Department
 Spartanburg County Council on Alcoholism

Subcommittees - - INFORMATION CENTER - -

PUBLIC INFORMATION PROGRAM



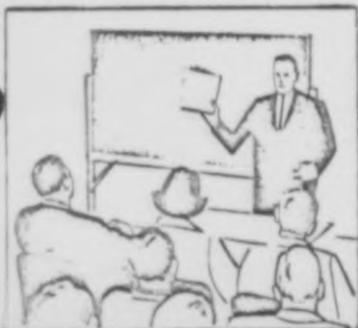
PRESS



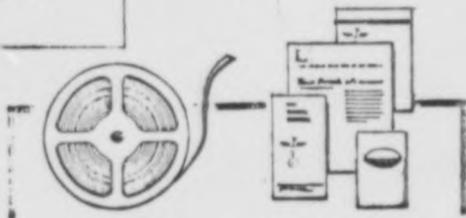
RADIO



TELEVISION



PUBLIC EDUCATION



LITERATURE AND STUDY MATERIALS



INSTITUTES, SEMINARS, WORK SHOPS



STIMULATION OF COMMUNITY RESOURCES



HIGH SCHOOL AND COLLEGE PROGRAM

BOARD OF DIRECTORS

S. C. Commission on Alcoholism
Spartanburg County Board of Commissioners
Spartanburg County Health Department
Spartanburg County Council on Alcoholism

INFORMATION
CENTER

Subcommittees - -

- - Subcommittees

INDIVIDUAL INFORMATION AND CONSULTATION

FAMILIES



FRIENDS



BUSINESS ASSOCIATES



ALCOHOLICS



S. C. Commission on Alcoholism
 Spartanburg County Board of Commissioners
 Spartanburg County Health Department
 Spartanburg County Council on Alcoholism

INFORMATION CENTER

-- Subcommittees

REFERRALS FOR TREATMENT

ADMINISTRATION

HOSPITAL CARE
 AND/OR
 OUT-PATIENT
 CLINIC



PHYSICIANS
 IN PRIVATE
 PRACTICE



ALCOHOLICS
 ANONYMOUS



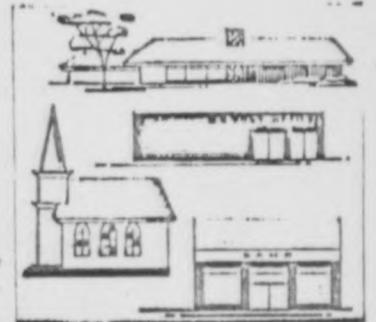
SOCIAL
 AGENCIES



PERSONNEL



PUBLIC
 RELATIONS



FUND
 RAISING



BUDGETING



SPARTANBURG COUNTY ALCOHOLISM INFORMATION AND REFERRAL CENTER PROJECT

Job Description

Director, Spartanburg County Alcoholism Information and Referral Center.

Under the direct personnel supervision of the Director, Spartanburg County Health Department and technical program supervision of the Spartanburg County Council on Alcoholism and the S. C. Commission on Alcoholism; the Director, Alcoholism Information and Referral Center will program and supervise activities as described:

Public Information Program, Public Education, Literature & Study Materials, Institutes, Seminars, Workshops, Stimulation of Community Resources, High School & College Program, Individual Information and Consultation, Referrals for Treatment, Hospital Care and/or Out-Patient Clinic, Physicians in Private Practice, Alcoholics Anonymous, Social Agencies, Administration, Personnel, Public Relations, Budgeting and Records, ~~Educational Requirements~~

I

SOUTH CAROLINA STATE PORTS AUTHORITY
 GRAIN THROUGH-PUT AND PER BUSHEL FEE PAYMENTS
 COMPARISON OF ORIGINAL SCHEDULE PER CONTRACT WITH ACTUAL AND PROPOSED SCHEDULE
 SUBMITTED BY S. C. FARM BUREAU MARKETING ASSOCIATION

GRAIN THROUGH-PUT AND PER BUSHEL FEE PAYMENTS

<u>FISCAL YEAR ENDING JUNE 30</u>	<u>PER CONTRACT ORIGINAL SCHEDULE</u>		<u>ACTUAL AND PROPOSED SCHEDULE</u>	
	<u>MILLION BUSHELS</u>	<u>FEE PAYMENTS</u>	<u>MILLION BUSHELS</u>	<u>FEE PAYMENTS</u>
	<u>PROJECTED</u>		<u>ACTUAL</u>	
1967	7.5	122,500	14.0	218,372 (1)
1968	8.0	131,250	16.5	271,951
1969	9.0	147,500	6.9	109,735
				<u>PROJECTED</u>
1970	10.0	165,000	17.0	233,750
1971	11.0	181,250	17.0	212,500
1972	11.750	192,500	17.0	212,500
1973	12.5	203,750	18.0	202,500
1974	12.5	203,750	18.0	180,000
1975	12.5	175,000	18.0	180,000
1976	12.5	175,000	18.0	180,000
1977	13.5	180,000	18.0	180,000
1978	14.0	163,750	19.0	166,250
1979	14.0	163,750	19.0	166,250
1980	14.0	163,750	19.0	166,250
1981	14.5	168,750	20.0	150,000
1982	15.0	150,000	20.0	150,000
1983	15.0	150,000	20.0	150,000
1984	15.0	150,000	20.0	150,000
1985	15.0	150,000	20.0	112,442 (2)
1986	15.0	150,000	-	-

(1) Includes March 14 - June 30, 1966.

(2) Fees to be discontinued when this figure is reached as projected fee payments of prior years are expected to provide surplus funds to complete bond payments.

2

SOUTH CAROLINA STATE PORTS AUTHORITY
STATEMENT OF GRAIN ELEVATOR BOND PAYMENTS
COMPARED WITH ACTUAL AND PROPOSED PER BUSHEL FEE PAYMENTS AS SUBMITTED
BY S. C. FARM BUREAU MARKETING ASSOCIATION

BOND YEAR	REQUIRED BOND PAYMENT PRINCIPAL (DUE APRIL 1) AND INTEREST (DUE APRIL 1 AND OCTOBER 1)	GRAIN THROUGH-PUT (F.Y. ENDING JUNE 30)	PER BUSHEL FEE PAYMENTS (F.Y. ENDING JUNE 30)	EXCESS OF FEE PAYMENTS OVER REQUIRED BOND PAYMENT
		MILLION BUSHELS	FEE PAYMENTS	
<u>ACTUAL</u>				
1967	210,000	14.0	218,372 (1)	8,372
1968	205,750	16.5	271,951	74,573
1969	201,500	6.9	109,735	(17,192)
<u>PROJECTED</u>				
1970	197,250	17.0 X 1-3/8¢	233,750	19,308
1971	193,000	17.0 X 1-1/4¢	212,500	38,808
1972	188,750	17.0 X 1-1/4¢	212,500	62,558
1973	184,500	18.0 X 1-1/8¢	202,500	80,558
1974	180,250	18.0 X 1¢	180,000	80,308
1975	176,000	18.0 X 1¢	180,000	84,308
1976	171,750	18.0 X 1¢	180,000	92,558
1977	167,500	18.0 X 1¢	180,000	105,058
1978	163,250	19.0 X 7/8¢	166,250	108,058
1979	159,000	19.0 X 7/8¢	166,250	115,308
1980	154,750	19.0 X 7/8¢	166,250	126,808
1981	150,500	20.0 X 3/4¢	150,000	126,308
1982	146,250	20.0 X 3/4¢	150,000	130,058
1983	142,000	20.0 X 3/4¢	150,000	138,058
1984	137,750	20.0 X 3/4¢	150,000	150,308
1985	133,500	20.0 X 3/4¢	112,442 (2)	129,250 (3)
1986	129,250	-	-	-

- (1) Includes March 14 - June 30, 1966.
 (2) Fees to be collected until this figure reached.
 (3) Surplus available to effect early payment of 20th year.

NOTE: In addition to the actual fee payments shown above, a Debt Service Reserve Fund has been established with the State Treasurer. The balance in this fund at July 31, 1969 is shown as follows:

January 22, 1968 - Amount deposited with State Treasurer (Equivalent to average annual bond payment)	\$ 164,375.00
Interest Earned	<u>10,803.33</u>
Total	\$ 175,178.33
Less: Amount required to meet bond principal payment April 1, 1969	<u>60,233.44</u>
Balance in fund July 31, 1969	<u>\$ 114,944.89</u>

81

Cresap, McCormick and Paget Inc.
Management Consultants

245 PARK AVENUE, NEW YORK, NEW YORK 10017 • Telephone: (212) 661-4800 • Cable Address: Consultant-Newyork

New York • Washington • Chicago • San Francisco
Los Angeles • Mexico City

August 18, 1969

Captain Capers G. Barr, Jr.
General Manager
South Carolina State Ports Authority
Post Office Box 817
Charleston, South Carolina 29402

Dear Captain Barr:

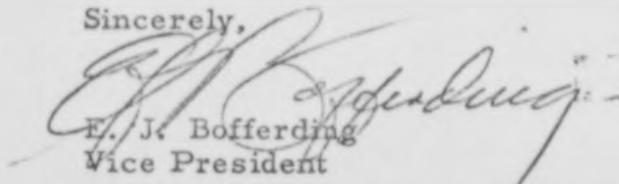
In accordance with your recent request, we have studied the financial position of the South Carolina State Ports Authority with particular reference to the issuance of revenue bonds to be used for financing a container shipping facility at Charleston, South Carolina.

In our examination, we studied the Port Authority's total financial condition, its ability to generate net earnings, its traditional return on investment in port facilities, its forecasted cargo projections, its present and future obligations for fixed debts, and the total financial requirements if additional revenue bonds are issued. The present condition of the bond market is, of course, of some concern, but in our calculations we have been conservative in considering only 23-year issues and net interest requirements of 6 per cent.

From our study, it is our professional opinion that the future net revenues of the Authority for each fiscal year following forecast that capital improvements shall be fully installed (in which bonds or additional bonds are to be outstanding) will equal or exceed 150 per cent of the highest combined principal and interest requirements for each succeeding fiscal year on all bonds and all additional bonds then to be outstanding, providing the additional bonds issued do not exceed \$4,000,000. A full report of the analysis which supports this opinion will be sent to you in approximately two weeks.

It has been a pleasure to be of service to the Authority again.

Sincerely,


E. J. Bofferding
Vice President

82

Member Association of Consulting Management Engineers

(R648, 1964)

An Act To Amend Act No. 1377 Of 1968, As Amended, Relating To State Capital Improvement Bonds, So As To Authorize The Issuance Of Additional Bonds For Expansion Of The South Carolina State Ports Authority; To Create The South Carolina Public Railways Commission And To Prescribe Its Powers And Duties; And To Authorize Certain Transfers To The Commission By The South Carolina State Ports Authority.

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

SECTION 1. Section 3(f) of Act No. 1377 of 1968 is amended by adding new item (7) to read as follows:

"(7) South Carolina State Ports Authority for expansion of rail and dock facilities \$ 8,500,000.00
Provided, however, that of this amount not more than seven million dollars shall be used for the construction of rail and dock facilities east of the Cooper River for the Port of Charleston and not more than one million five hundred thousand dollars shall be used to construct rail and dock facilities at Victoria Bluff for the Port of Port Royal. *Provided*, further, that no bonds shall be issued nor facilities constructed for the respective ports until the State Development Board certifies in writing to the Budget and Control Board that an industry has committed itself to locate facilities of its own in the port area and to make use of the port facilities to be constructed.

SECTION 2. Section 4 of Act No. 1377 of 1968 is amended by inserting "-eight and one-half" after the word "seventy" so that when amended the section shall read as follows:

"Section 4. The outstanding aggregate principal indebtedness on account of bonds issued pursuant to this act, after deducting therefrom any sinking funds applicable to bonds issued for such purposes, shall not exceed seventy-eight and one-half million dollars. The limitation herein imposed shall not be deemed to be an obligation of the contract made between the State and the holders of bonds issued pursuant to this act, and the limitation herein imposed may be enlarged or reduced from time to time by acts amendatory hereof.

Within such limitations State Capital Improvement Bonds may be issued from time to time under the conditions prescribed by this act."

SECTION 3. There is hereby created the South Carolina Public Railways Commission (the commission) to be composed of three members who shall be appointed by the Governor, with the advice and consent of the Senate. Members of the commission shall serve for terms of five years and until their successors are appointed and qualify, except of those members first appointed after the effective date of this act, one member shall serve for a term of five years, one member shall serve for a term of three years, and one member shall serve for one year and until their successors are appointed and qualify. Vacancies shall be filled in the manner of the original appointment for the unexpired portion of the term only.

SECTION 4. The commission shall meet as soon after appointment as practicable and shall organize itself by electing one of its members as chairman and one of its members as secretary.

SECTION 5. The commission shall operate, maintain and control the tracks and equipment transferred to it by the South Carolina State Ports Authority, or any other person, and be governed by the rules and regulations of the Interstate Commerce Commission by virtue of the Class 2 certificates issued to the Ports Utilities Commission and the Port Terminal Railroad of South Carolina.

SECTION 6. The South Carolina State Ports Authority shall, as soon as practicable, transfer to the commission its common carrier Class 2 switching railroad operations that are currently under the jurisdiction of the Interstate Commerce Commission.

This transfer includes tracks, yards, equipment, trackage rights, franchise, licenses, leases, agreements, and labor contracts connected with the above railroad operations. Tracks comprise approximately seventeen miles of main yard and line tracks as reported in the latest annual report to the Interstate Commerce Commission.

Tracks do not include railroad sidings serving a single user.

SECTION 7. There is hereby appropriated the sum of \$250,000.00 out of the General Fund of the State for operating expenses of the Commission for the fiscal year 1969-70.

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

In the Senate House the 10th day of July

In the Year of Our Lord One Thousand Nine Hundred and Sixty-nine.

JOHN C. WEST,
President of the Senate.

SOLOMON BLATT,
Speaker of the House of Representatives.

Approved the 14th day of July, 1969.

ROBERT E. McNAIR,
Governor.

south state
carolina development
board

J. D. Little, Jr.
Director

August 26, 1969

The Honorable P. C. Smith
State Auditor
State Budget and Control Board
Columbia, South Carolina 29201

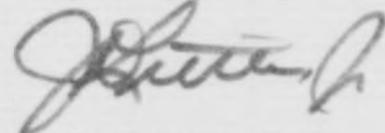
Dear Mr. Smith:

In compliance with the Act to Amend Act No. 1377 of 1968, approved by the Governor on July 14, 1969, this is to certify that a large chemical firm has committed to the State Development Board its intent to locate facilities at Victoria Bluff in Beaufort County.

Governor McNair is well informed on the details of this project and either he or I will be pleased to supply additional details as needed for the action of the Budget & Control Board.

We will very much appreciate favorable action of the Board in considering making funds available to service this industry with rail and necessary dock facilities.

Very truly yours,



J. D. Little, Jr.

JDL:ns

cc: The Honorable James M. Waddell
The Honorable W. W. Johnson
Captain Capers G. Barr, Jr.

Enclosure (Copy of Act)

86

VOCATIONAL EDUCATION FEDERAL AND STATE FUNDS ADVANCED
ADVISORY COMMITTEE FOR TECHNICAL TRAINING

<u>Fiscal Year</u>	<u>George- Barden Federal</u>	<u>Vocational Act of 1963</u>	<u>State</u>	<u>Total</u>
1961-62	188,858.56			188,858.56
1962-63	419,500.00			419,500.00
1963-64	285,296.00			285,296.00
1964-65	237,747.00	665,000.00		902,747.00
1965-66	233,152.00	1,000,000.00		1,233,152.00
1966-67		734,100.00		734,100.00
1967-68			1,500,000.00	1,500,000.00
1968-69		1,500,000.00		1,500,000.00
	\$ 1,364,553.56	\$ 3,899,100.00	\$ 1,500,000.00	\$ 6,763,653.56

Aug. 22, 1969

FUNDS ADVANCED TECHNICAL EDUCATION
1961-1962

A total of \$188,858.56 George-Barden Title III Federal funds was transferred to the Advisory Committee for Technical Training during this fiscal year. This amount represents unexpended Federal funds by the Office of Vocational Education as of June 30, 1962. It is understood that in order that the State of South Carolina retain these funds they were transferred to Technical Education and expended for the acquisition of equipment. No authority for the transfer of these funds can be located.

FUNDS ADVANCED TECHNICAL EDUCATION
1962-1963

A total of \$419,500.00 George-Barden, Title III, Federal funds was transferred to the Advisory Committee for Technical Training during this fiscal year. Records available do not indicate the authority for the transfer. Financial records reveal that on May 16, 1963, \$50,256.95 was transferred; then on May 29, 1963, \$400,000.00; and a final transfer of \$169,243.05 on June 17, 1963. These funds were expended by Technical Education for instructional salaries and equipment.

FUNDS ADVANCED TECHNICAL EDUCATION
1963-1964

A total of \$285,296.00 George-Barden, Title III, Federal funds was transferred to the Advisory Committee for Technical Training during this fiscal year. Records available do not indicate the authority for the transfer. Financial records reveal that on January 9, 1964, \$89,000.00 was transferred; March 17, 1964, \$141,000.00; June 4, 1964, \$38,609.00; and a final transfer on June 22, 1964, of \$16,687.00. These funds were expended by Technical Education for instructional salaries and equipment.

FUNDS ADVANCED TECHNICAL EDUCATION
1964-1965

A total of \$237,747.00, George-Barden, Title III, Federal funds and \$665,000.00 Vocational Act of 1963, Federal funds was transferred to the Advisory Committee for Technical Training during this fiscal year. It should be noted that this was the initial year for receiving Vocational Act of 1963 Federal funds. The transfer of these funds was approved by the State Board of Education.

Financial records reveal that on December 22, 1964, \$87,500.00 was transferred; January 25, 1965, \$87,100.00; April 1, 1965, \$45,094.00; May 20, 1965, \$665,000.00; and a final transfer on July 28, 1965, of \$18,053.00. These funds were expended by Technical Education for instructional equipment and administrative and instructional salaries.

FUNDS ADVANCED TECHNICAL EDUCATION
1965-1966

A total of \$233,152.00, George-Barden, Title III, Federal funds and \$1,000,000.00 Vocational Act of 1963, Federal funds as transferred to the Advisory Committee for Technical Training during this fiscal year. The transfer of these funds was approved by the State Board of Education.

Financial records reveal that on January 21, 1966, \$1,105,000.00 was transferred; May 20, 1966, \$95,000.00; July 1, 1966, \$15,000.00, and a final transfer on August 23, 1966, of \$18,152.00. These funds were expended by Technical Education for instructional equipment and administrative and instructional salaries.

FUNDS ADVANCED TECHNICAL EDUCATION
1966-1967

A total of \$734,100.00 Vocational Act of 1963, Federal funds was transferred to the Advisory Committee for Technical Training on February 7, 1967.

The State Board of Education approved the transfer of \$500,000.00 Vocational Act of 63 Federal Funds as its meeting on May 13, 1966, but there was no mention of the remaining \$234,100.00. There is on file an approved copy of Vocational Education operating budget for fiscal year 1966-1967 which shows the \$234,100.00 as funds to be transferred to Technical Education.

These funds were expended by Technical Education for instructional salaries and equipment.

FUNDS ADVANCED TECHNICAL EDUCATION
1967-1968

A total of \$1,500,000.00 State funds was transferred to the Advisory Committee for Technical Training for the fiscal year 1967-1968. This amount was authorized by the Supplemental Appropriation Act for the fiscal year 1967-1968, as found on page 5, Section 4. This section reads as follows:

"The State Board of Education and/or State Department of Education is hereby authorized and directed to transfer the sum of \$1,500,000.00 to the Advisory Committee for Technical Training, such amount to be transferred from the \$2,500,000.00 appropriated to the State Department of Education in Section 8, Part II of Act No. 428 of the Acts of 1967 (Supplemental Appropriation Act), and to be substituted for the allocation of \$1,500,000.00 of federal funds directed to be made under the provisions of Section 20 of the General Appropriations Act for 1967-68.

"The State Board of Education, in its capacity as the South Carolina State Board of Vocational Training, is hereby directed to make such modifications in its State Plans and otherwise that may be necessary in order that the Advisory Committee for Technical Training may qualify for any federal funds allotted to South Carolina, and administered by such board, that may be appropriately allocated to the Committee."

Section 20 as referred to above states:

"Provided, Further, That the State Board of Education shall allocate to the Advisory Committee for Technical Training the sum of \$1,500,000.00 of federal funds allotted to the Board for the year 1967-68 under the provision of the Vocational Education Act of 1963."

These funds were expended by Technical Education for instructional salaries and equipment.

FUNDS ADVANCED TECHNICAL EDUCATION
1968-1969

A total of \$1,500,000.00 Vocational Act of 1963 Federal funds was transferred to the Advisory Committee for Technical Training during the year 1968-69. This amount was authorized in the 1968-1969 South Carolina General Appropriation Act as found on Page 42, and reads as follows:

"Provided, Further, That the State Board of Education shall allocate to the Advisory Committee for Technical Training the sum of \$1,500,000.00 of federal funds allotted to the Board for the year 1968-69 under the provision of the Vocational Education Act of 1963."

These funds were expended by Technical Education for Administrative and instructional expense.

*The Turnbull.
I have discussed at
RDC & EC M. I'll be
in Monday - 25th +
would like to review it
at the 3 of you then
7.*

STATE OF SOUTH CAROLINA
DIVISION OF GENERAL SERVICES

PROPOSAL FOR DEVELOPMENT OF WORK ORDER SYSTEM

TOUCHE, ROSS, BAILEY & SMART

FIRST NATIONAL BANK BUILDING
ATLANTA, GEORGIA 30303

August 18, 1969

Mr. Furman E. McEachern
Director
Division of General Services
State of South Carolina
300 Gervais Street
Columbia, South Carolina 29201

Dear Mr. McEachern:

After reviewing the background information on Building & Grounds compiled by your systems personnel and discussing it with them and Mr. Turnbull, we arrived at the approach described in this proposal to assist the Division in making systems improvements as rapidly as possible. By using our management consulting services to supplement your systems staff, you can obtain additional technical capabilities on a short-term project basis and quickly develop the requirements of an improved system to the management "buy-off" point. At this point, you can determine the most logical procedure for achieving implementation of the system. This approach will also allow you to parallel our systems development activity with the preliminary investigation activity your systems personnel are currently handling for the twelve areas selected for consideration by the Division.

SCOPE OF PROPOSED BUILDING & GROUNDS SYSTEM:

It appears that most of the management requirements of Building & Grounds as defined by your systems personnel can be met by a management-oriented work order accounting and control system. Such a system would involve collecting costs by building, by type of building and by type of work; classifying the work for analysis and control reporting as desired; and developing the related data processing procedures. The system can be designed to generate norms or targets for each significant type of work for use in future budgeting and control reporting as a by-product of reporting on actual costs. It appears that the system should be designed for computer processing, although this is not an absolute requirement. The extent of automation will be decided during the definition of systems requirements.

POTENTIAL BENEFITS AND USES OF THE SYSTEM:

A work order system for Building & Grounds should assist management by providing the following:

1. Information for more effective scheduling of janitorial and maintenance crews to maximize utilization.

Page 2

2. Basic data on costs and man hours required to operate and maintain (O & M) each type of state building. This information will also be useful for forecasting and budgeting purposes as the State's physical facilities expand.
3. Basic cost data for use in developing equitable O & M service rates, possibly by building or by type of building if desired.
4. Cost control by providing realistic and attainable norms or targets to report against in the future.

END PRODUCT OF OUR WORK:

Our work on this phase will produce what we call "systems requirements" -- a detailed written and flowcharted description of a work order system tailored to best meet your needs. This will be sufficiently detailed for your management personnel to review and consider in depth before authorizing actual implementation. The end product will probably represent several iterations of the systems requirements, modified as necessary after each stage of review by ourselves and Division management. Output reports and inputs would be defined as well as systems controls to assure integrity of data and technical constraints which must be considered in the actual systems design. The system will be described conceptually in order that Division management be able to visualize how the system could function. The manpower and computer requirements (if any) will be determined. An evaluation will be made of the practicality of various system alternatives, and the costs and benefits of the proposed system will be delineated for your evaluation.

Assuming the recommended system requirements are accepted at the conclusion of this phase, the next step will be to relate them to a detailed systems design which entails preparing specifications for your programmers and computer, prescribing and agreeing upon the exact coding of input and output forms to be used, programming and testing the system, converting all required data files, and training the affected employees and management to operate the system. It was indicated that the Division would handle as many of these aspects of the systems implementation as feasible with the understanding that we would be available if necessary. This determination can, of course, be best made at the conclusion of the first phase.

is this a second contract?

COST AND TIMING:

We estimate that our services for the first phase as defined above would cost \$10-14,000, including expenses. Our consulting services are charged to clients based on actual time spent at stipulated individual billing rates, plus hotel and travel expenses at cost.

Page 3

We will, if necessary under your contracting procedures, guarantee that our fees for the first phase of this project will not exceed \$14,000. It is our practice to render regular monthly billings during the course of this project.

We are prepared to start this project within a short period after notification and complete it within four to six weeks, to meet your desires for rapid implementation and realization of the expected improvements. It will only be necessary for us to arrange schedules of appropriately skilled personnel from our professional staff to form a responsive project team. Mr. Wanthal and Mr. Seitz from our Atlanta office will be responsible for the project, assisted by two other professional staff members.

It will be a pleasure assisting you, Mr. Turnbull and your systems personnel in this first high-priority area of the comprehensive systems improvement program you have planned for this fiscal year. We look forward to receiving your affirmative reply to this proposal.

Very truly yours,

Touche Ross, Bailey & Smart

ACC PR
8-27-69

Resolution for adoption by the Budget
and Control Board.

Certificates (a), (b) and (c) referred
to on pages 2 and 3, are being executed
separately and will be attached later.

A RESOLUTION

TO AUTHCRIZE THE SOUTH CAROLINA STATE PORTS AUTHORITY TO ISSUE NOT EXCEEDING \$4,000,000 OF ITS PORTS AUTHORITY REVENUE BONDS; AND TO AUTHCRIZE THE STATE PORTS AUTHORITY TO BORROW IN ANTICIPATION OF THE ISSUANCE OF SUCH BONDS THE SUM OF NOT EXCEEDING \$3,800,000.

BE IT RESOLVED BY THE STATE BUDGET AND CONTROL BOARD OF SOUTH CAROLINA IN MEETING DULY ASSEMBLED:

SECTION 1.

It is hereby found and determined:

1. That the South Carolina State Ports Authority (the Ports Authority) is duly authorized by the provisions of Chapter 1, Title 54, Code of Laws of South Carolina, 1962, as amended, and Act No. 1159 of the Acts of 1966, to issue bonds payable from its revenues (except those revenues theretofore pledged for certain outstanding State of South Carolina General Obligation State Ports Authority Bonds issued to enlarge and improve facilities at the port of Charleston for storing and exporting soybeans and other small grains), if the State Budget and Control Board of South Carolina (the State Board) shall authorize the issuance of said bonds, and if the State Board shall approve the revenues from which said bonds are to be payable.

2. Pursuant to such authorization, with the approval of the State Board, and by Resolution duly adopted, the Ports Authority did, as of April 1, 1967, issue \$7,000,000 of revenue bonds of the State Ports Authority, designated as "SOUTH CAROLINA STATE PORTS REVENUE BONDS, SERIES OF 1967."

3. By the aforesaid Resolution the Ports Authority specifically reserved the right, by Article V, to issue additional bonds on a parity with the bonds (Additional Bonds)

under the condition therein imposed. The right to issue Additional Bonds depends in part upon the approval of the State Board.

4. In addition, it is required by Paragraph 9 of Section 5.01 of said Resolution that if Additional Bonds shall be issued, certain earnings tests be met, and that if Bond Anticipation Notes be issued, the requirements of Section 5.02 must be met.

5. By Resolution adopted the 27th day of August, 1969, the Ports Authority has sought the approval of the State Board to a proposal that it acquire facilities for the handling of container cargoes and that, for such purpose, it be authorized to issue not exceeding \$4,000,000 State Ports Authority Revenue Bonds, as bonds on a parity with those heretofore issued and described in Paragraph 2.

The Ports Authority has further sought approval of the State Board - pending the issuance of said bonds, to the issuance from time to time of not exceeding \$3,800,000 of Bond Anticipation Notes to be secured by the proceeds of the proposed \$4,000,000 of State Ports Authority Revenue Bonds. Said Notes shall be issued in the denomination of \$100,000, or multiples thereof, and issued and delivered as the Chairman of the Ports Authority and the State Treasurer determine that the need for money arises.

6. Presented herewith are the following:

(a) An accountant's certificate establishing the average net revenues, as defined by the Bond Resolution, for the fiscal years ended June 30, 1967, 1968 and 1969;

(b) A certificate establishing that the Authority is in full compliance with all covenants to be undertaken by it under the Bond Resolution;

(c) A certificate establishing that the market value of cash and securities in the Debt Service Reserve Fund exceeds 50% of the maximum annual debt service requirements of all bonds now outstanding;

(d) Forecast made by the firm of Cresap, McCormick and Paget, Inc. in accordance with the provisions of Paragraph 9 of Section 5.01; and

(e) A pro forma table establishing the debt service requirements of bonds now outstanding and those proposed to be issued.

SECTION 2.

Due consideration has been given to all matters set forth in Section 1 hereof, including the documents establishing compliance with the provisions of Section 5.01 of the Bond Resolution, and after further review thereof the State Board hereby grants:

(a) Approval to the Ports Authority to proceed with the acquisition of the facilities above described;

(b) Permission to the Ports Authority to issue not exceeding \$4,000,000 of South Carolina State Ports Revenue Bonds which, when issued, shall be issued in accordance with the provisions of the Resolution of the Ports Authority adopted in connection with the issuance of the outstanding State Ports Revenue Bonds

described in Paragraph 2 of Section 1, and when issued shall be issued as Additional Bonds pursuant to said Resolution; and

(c) Pending the issuance of the State Ports Revenue Bonds, the Ports Authority be and it is hereby authorized to issue, from time to time, Bond Anticipation Notes in the aggregate principal amount of not exceeding \$3,800,000. Said Notes shall be expressed to mature not later than April 1, 1970, and shall bear interest at such rate as shall be negotiated by the Chairman of the Ports Authority, with the approval of the State Treasurer.

Cresap, McCormick and Paget inc.
Management Consultants

245 PARK AVENUE, NEW YORK, NEW YORK 10017 • Telephone: (212) 661-4600 • Cable Address: Consultant-Newyork

New York • Washington • Chicago • San Francisco
Los Angeles • Mexico City

August 18, 1969

Captain Capers G. Barr, Jr.
General Manager
South Carolina State Ports Authority
Post Office Box 817
Charleston, South Carolina 29402

Dear Captain Barr:

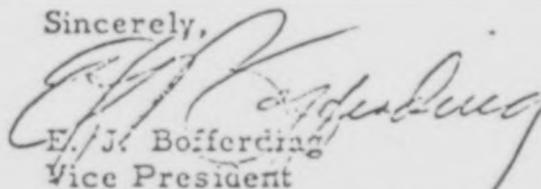
In accordance with your recent request, we have studied the financial position of the South Carolina State Ports Authority with particular reference to the issuance of revenue bonds to be used for financing a container shipping facility at Charleston, South Carolina.

In our examination, we studied the Port Authority's total financial condition, its ability to generate net earnings, its traditional return on investment in port facilities, its forecasted cargo projections, its present and future obligations for fixed debts, and the total financial requirements if additional revenue bonds are issued. The present condition of the bond market is, of course, of some concern, but in our calculations we have been conservative in considering only 23-year issues and net interest requirements of 6 per cent.

From our study, it is our professional opinion that the future net revenues of the Authority for each fiscal year following forecast that capital improvements shall be fully installed (in which bonds or additional bonds are to be outstanding) will equal or exceed 150 per cent of the highest combined principal and interest requirements for each succeeding fiscal year on all bonds and all additional bonds then to be outstanding, providing the additional bonds issued do not exceed \$4,000,000. A full report of the analysis which supports this opinion will be sent to you in approximately two weeks.

It has been a pleasure to be of service to the Authority again.

Sincerely,


E. J. Bofferding
Vice President

Member Association of Consulting Management Engineers

PRO FORMA TABLE SHOWING DEBT SERVICE REQUIREMENTS OF
 ALL REVENUE BONDS OF SOUTH CAROLINA STATE PORTS
 AUTHORITY NOW OUTSTANDING AND THOSE PROPOSED TO BE
ISSUED AS OF APRIL 1, 1970. TABLE PREPARED 8-15-69.

YEAR	ISSUE OF 4-1-67	PROPOSED ISSUE OF 4-1-70	PRO FORMA TOTAL
1971	\$505,900	\$240,000	\$745,900
1972	494,650	240,000	734,650
1973	483,400	390,000	873,400
1974	522,150	381,000	903,150
1975	509,400	372,000	881,400
1976	498,900	363,000	861,900
1977	488,400	354,000	842,400
1978	477,900	345,000	822,900
1979	467,400	355,000	822,400
1980	456,900	350,500	807,400
1981	446,100	340,000	786,100
1982	435,300	329,500	764,800
1983	424,500	344,000	768,500
1984	413,400	332,000	745,400
1985	402,300	320,000	722,300
1986	391,200	308,000	699,200
1987	379,950	296,000	675,950
1988	367,700	284,000	651,700
1989	357,450	272,000	629,450
1990	346,050	260,000	606,050
1991	334,650	248,000	582,650
1992	323,100	236,000	559,100
1993	311,550	224,000	535,550
1994	-	212,000	212,000

STATE OF SOUTH CAROLINA.

The undersigned hereby certifies:

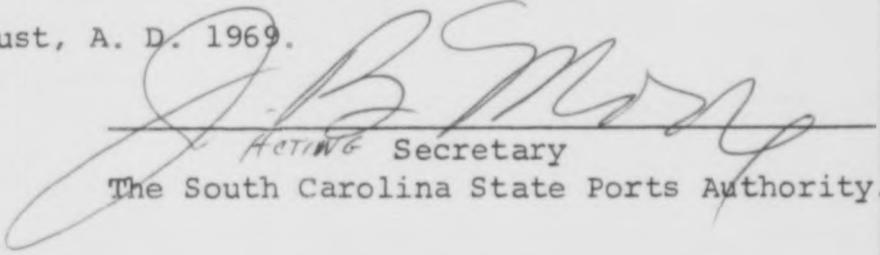
That he is Secretary of The South Carolina State Ports Authority (the Authority) and has complete knowledge of the terms and conditions of a certain Resolution entitled "A RESOLUTION PROVIDING FOR THE ISSUANCE, SALE AND SECURING OF SOUTH CAROLINA STATE PORTS AUTHORITY REVENUE BONDS, AND OTHER MATTERS RELATING THERETO," adopted by the Authority on the 16th day of February, A. D. 1967.

That as of this date the Authority is in full compliance with all covenants and agreements made by it in the aforesaid Resolution.

WITNESS my Hand and the Seal of the Authority this

27 day of August, A. D. 1969.

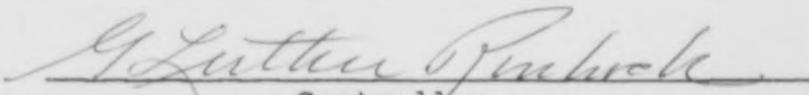
(SEAL)


ACTING Secretary
The South Carolina State Ports Authority.

STATE OF SOUTH CAROLINA.

I, the undersigned, G. LUTHER ROSEBROCK, Controller of The South Carolina State Ports Authority (the Authority), DO HEREBY CERTIFY That the maximum annual debt service requirements of all bonds of the Authority now outstanding pursuant to a Resolution, entitled "A RESOLUTION PROVIDING FOR THE ISSUANCE, SALE AND SECURING OF SOUTH CAROLINA STATE PORTS AUTHORITY REVENUE BONDS, AND OTHER MATTERS RELATING THERETO," adopted the 16th day of February, A. D. 1967, is the sum of \$522,150.

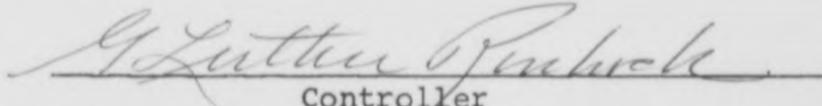
WITNESS my Hand this 27 day of August, A. D. 1969.


Controller
The South Carolina State Ports Authority

STATE OF SOUTH CAROLINA.

I, the undersigned, G. LUTHER ROSEBROCK, Controller of The South Carolina State Ports Authority (the Authority), DO HEREBY CERTIFY That the maximum annual debt service requirements of all bonds of the Authority now outstanding pursuant to a Resolution, entitled "A RESOLUTION PROVIDING FOR THE ISSUANCE, SALE AND SECURING OF SOUTH CAROLINA STATE PORTS AUTHORITY REVENUE BONDS, AND OTHER MATTERS RELATING THERETO," adopted the 16th day of February, A. D. 1967, is the sum of \$522,150.

WITNESS my Hand this 27 day of August, A. D. 1969.


Controller
The South Carolina State Ports Authority

STATE OF SOUTH CAROLINA.

Certain terms used herein are defined terms in a certain Resolution, adopted by the South Carolina State Ports Authority (Ports Authority), entitled "A RESOLUTION PROVIDING FOR THE ISSUANCE, SALE AND SECURING OF SOUTH CAROLINA STATE PORTS AUTHORITY REVENUE BONDS, AND OTHER MATTERS RELATING THERETO," dated the 16th day of February, A. D. 1967. As used herein such terms shall have the meanings given to them in the aforesaid Resolution.

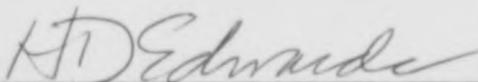
The undersigned is an official of The South Carolina National Bank, which by action of the AUTHORITY, dated the 9th day of March, 1967, was appointed as CORPORATE TRUSTEE pursuant to the aforesaid Resolution and as such has custody of the DEBT SERVICE RESERVE FUND established by the aforesaid Resolution.

The value of the cash and securities in the DEBT SERVICE RESERVE FUND held by the undersigned is as follows:

Cash	\$	<u>13,709.99</u>
Securities ..(at cost value).....	\$	<u>561,957.15</u>
Total	\$	<u><u>575,667.14</u></u>

The undersigned further certifies that the information herein given is in all respects true and correct.

WITNESS my Hand and the Seal of The South Carolina National Bank, this 20th day of August, A. D. 1969.



H. D. Edwards
Vice President and Trust Officer of

(SEAL)

THE SOUTH CAROLINA NATIONAL BANK,
CORPORATE TRUSTEE.

STATE OF SOUTH CAROLINA.

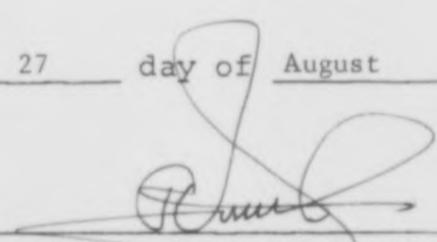
Certain terms used herein are defined terms in a certain Resolution, adopted by the South Carolina State Ports Authority (Ports Authority), entitled "A RESOLUTION PROVIDING FOR THE ISSUANCE, SALE AND SECURING OF SOUTH CAROLINA STATE PORTS AUTHORITY REVENUE BONDS, AND OTHER MATTERS RELATING THERETO," dated the 16th day of February, A. D. 1967. As used herein such terms shall have the meanings given to them in the aforesaid Resolution.

This certificate is an ACCOUNTANT'S CERTIFICATE and is given to establish NET REVENUES for the three FISCAL YEARS shown below. Such NET REVENUES of the AUTHORITY are as follows:

For the FISCAL YEAR ended June 30, 1967	\$ <u>1 296 116 62</u>
For the FISCAL YEAR ended June 30, 1968	\$ <u>1 367 749 44</u>
For the FISCAL YEAR ended June 30, 1969	\$ <u>1 061 430 41</u>

The undersigned certifies that he is familiar with the terms and provisions of the aforesaid Resolution and that to the best of his knowledge and belief the information here given is in all respects true and correct, the same having been ascertained on the basis of audits and examination of the books and accounts of the AUTHORITY.

WITNESS my Hand this 27 day of August,
A. D. 1969.



Auditor of the State of South Carolina.

This copy, when certified, is to be delivered to the Budget and Control Board.

110-a

A RESOLUTION

PROVIDING FOR TEMPORARY BORROWING BY THE SOUTH CAROLINA STATE PORTS AUTHORITY PURSUANT TO ACT NO. 116 OF THE ACTS OF 1965, AS AMENDED, IN ANTICIPATION OF THE ISSUANCE OF BONDS BY THE SOUTH CAROLINA STATE PORTS AUTHORITY, AUTHORIZED BY CHAPTER 1, TITLE 54, CODE OF LAWS OF SOUTH CAROLINA, 1962, AS AMENDED, AND ACT NO. 1159 OF 1966.

BE IT RESOLVED BY THE SOUTH CAROLINA STATE PORTS AUTHORITY IN MEETING DULY ASSEMBLED:

SECTION 1.

It is hereby found and determined;

1. That the South Carolina State Ports Authority (the Ports Authority) is duly authorized by the provisions of Chapter 1, Title 54, Code of Laws of South Carolina, 1962, as amended, and Act No. 1159 of the Acts of 1966, to issue bonds payable from its revenues (except those revenues theretofore pledged for certain outstanding State of South Carolina General Obligation State Ports Authority Bonds issued to enlarge and improve facilities at the port of Charleston for storing and exporting soybeans and other small grains), if the State Budget and Control Board of South Carolina (the State Board) shall authorize the issuance of said bonds, and if the State Board shall approve the revenues from which said bonds are to be payable.
2. Pursuant to such authorization, with the approval of the State Board, and by Resolution duly adopted (the Bond Resolution), the Ports Authority did, as of April 1, 1967, issue \$7,000,000 of revenue bonds of the State Ports Authority, designated as "SOUTH CAROLINA STATE PORTS REVENUE BONDS, SERIES OF 1967."
3. By the aforesaid Bond Resolution the Ports Authority specifically reserved the right, by Article V, to issue additional bonds on a parity with the bonds (Additional Bonds), under the

conditions imposed therein. The right to issue Additional Bonds depends in part upon the approval of the State Board.

4. In addition, it is required by Paragraph 9 of Section 5.01 of the Bond Resolution that if Additional Bonds shall be issued, certain earnings tests be met.

5. The Ports Authority has found and determined that it is necessary to issue not exceeding \$4,000,000 of Additional Bonds in order to obtain funds with which to purchase facilities for the handling of container cargoes.

6. It is proposed that the bonds to be issued will be dated April 1, 1970 and will mature on April 1 in the years and amounts as set forth below, viz.:

\$150,000 in each of the years 1973 to 1978, inclusive;
\$175,000 in each of the years 1979 to 1982, inclusive; and
\$200,000 in each of the years 1983 to 1994, inclusive.

It is assumed that the bonds will be sold at an interest rate of not exceeding six per centum (6%) per annum.

7. The Ports Authority does not propose to issue the Additional Bonds immediately and therefore has determined that it should arrange to issue Bond Anticipation Notes pursuant to the provisions of Act No. 116 of the Acts of 1965, as amended, in the aggregate principal amount of not exceeding \$3,800,000, for which notes shall be issued from time to time, as the need for money arises for the purpose of acquiring the facilities above described.

8. Due investigation has been made of the provisions in the Bond Resolution and it has been determined that the conditions imposed by Section 5.02 thereof can be met and that due

proof establishing compliance with the provisions of Section 5.02 will be provided prior to the issuance of the Bond Anticipation Notes herein authorized.

9. On the basis of the above facts, it is now necessary that the Ports Authority make provision for the issuance of Bond Anticipation Notes in the principal amount of not exceeding \$3,800,000, upon condition that the action taken by this Resolution shall hereafter receive the approval of the State Board, and that the State Board shall duly authorize the Ports Authority to issue bonds to the extent necessary to provide for the payment of the principal and interest of the said Bond Anticipation Notes and that the actual issuance of the Bond Anticipation Notes receive the approval of the State Board.

SECTION 2.

Pursuant to Act No. 116 of the Acts of 1965, as amended, and for the purpose of raising moneys to be expended for the purposes permitted by Chapter 1, Title 54, Code of Laws of South Carolina, 1962, as amended, and Act No. 1159 of the Acts of 1966 (the Bond Act), the Ports Authority shall borrow not exceeding \$3,800,000, to be evidenced by Notes of the Ports Authority in the form attached to this Resolution as Exhibit A. Said Notes shall be dated on their delivery which shall be effected by the Chairman and Secretary of the Ports Authority on the occasions when moneys are required to meet the cost of acquiring facilities for the handling container cargoes, the dating of the Notes to be conclusive proof that the need for moneys has arisen. Said Notes shall be in the denomination of any multiple of \$100,000,

shall be expressed to mature not later than the first day of April, 1970, and shall bear interest in accordance with the rate negotiated, payable on maturity, but the right shall be reserved to the Ports Authority to repay the Notes, both principal and interest, in full on the date of the delivery of any Additional Bonds issued pursuant to the Bond Act, at par, plus interest to such redemption date.

SECTION 3.

To secure the payment of the Notes, both principal and interest, so much of the proceeds of the first Additional Bonds issued pursuant to the Bond Act, as are required therefor, are hereby pledged, and the proper officers of the Ports Authority shall be duly notified of this action and directed and authorized to utilize the proceeds of Additional Bonds issued pursuant to the Bond Act to effect such payment.

SECTION 4.

The said Notes shall be duly executed by the Chairman of the Ports Authority, attested by its Secretary, under the Seal of the Authority. Thereupon the same shall be delivered to the purchasers thereof, upon receipt of the proceeds thereof.

SECTION 5.

The proceeds of said Notes shall be deposited with the State Treasurer of the State of South Carolina in a special fund, subject to withdrawal upon the order or warrant of the Ports Authority and shall be applied to the purposes set forth in Paragraph 5 of Section 1. PROVIDED, that the purchasers of said

Notes shall not be responsible for the proper application of the proceeds thereof.

SECTION 6.

In order to provide for the payment of the principal and interest of said Notes, the Ports Authority covenants and agrees to exercise its authorization pursuant to the Bond Act on or before the maturity date of the said Notes, and to issue and sell, pursuant to said Bond Act, sufficient Additional Bonds to provide for the payment of the principal and interest of the said Notes.

SECTION 7.

The said Notes shall be sold and disposed of in such manner as the Chairman of the Ports Authority shall determine; provided that his agreement with respect to the fixing of interest shall receive the prior approval of the State Treasurer of South Carolina.

SECTION 8.

This Resolution shall become effective upon its adoption, but the action herein authorized shall not be taken until:

- (1) Approval be given by the State Board to:
 - (a) The issuance by the Ports Authority of its Revenue Bonds in the principal amount of not exceeding \$4,000,000, and
 - (b) The issuance by the Ports Authority of the Bond Anticipation Notes authorized hereby;

(2) All conditions imposed by Section 5.02 of the Bond Resolution be met.

SECTION 9.

A copy of this Resolution, duly certified, shall be presented to the State Board, with a request that the action herein authorized receive the approval of the State Board.

SECTION 10.

All resolutions, or parts of resolutions, inconsistent herewith are hereby repealed to the extent of such inconsistencies.

UNITED STATES OF AMERICA
STATE OF SOUTH CAROLINA
COUNTY OF CHARLESTON
THE SOUTH CAROLINA STATE PORTS AUTHORITY
BOND ANTICIPATION NOTE

\$ _____

No. _____

THE SOUTH CAROLINA STATE PORTS AUTHORITY, in CHARLESTON COUNTY, SOUTH CAROLINA, hereby acknowledges itself indebted, and, for value received, promises to pay to or upon the order of

the sum of _____ (\$ _____) on the _____ day of _____, 1969, and to pay interest on said principal sum from the date hereof at the rate of _____% per annum, payable on maturity, the right being reserved by the Authority to repay this Note, both principal and interest, in full on the date of the delivery of any bonds in anticipation of which this Note is issued, at par, plus interest to such redemption date.

Both the principal of and interest on this Note are payable in any coin or currency of the United States of America which is, at the time of payment, legal tender for the payment of public and private debts.

THIS NOTE is issued pursuant to a Resolution duly adopted by The South Carolina State Ports Authority for the purpose of borrowing (pursuant to Act No. 116 of the Acts of the General Assembly of the State of South Carolina for the year 1965) in anticipation of the proceeds of bonds to be issued by The South Carolina State Ports Authority under the Authority of Chapter 1, Title 54, Code of Laws of South Carolina, 1962, as amended, and Act No. 1159 of the Acts of 1966. For the payment of this Note, both principal and interest, the proceeds of said bonds are hereby irrevocably pledged.

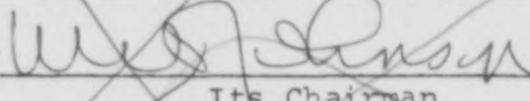
THIS NOTE and the interest hereon are exempt from all State, County, Municipal, School District, and all other taxes or assessments of the State of South Carolina, direct or indirect, general or special, whether imposed for the purpose of general revenue or otherwise, except inheritance, estate or transfer taxes.

IT IS HEREBY CERTIFIED AND RECITED that all acts, conditions and things required by the Constitution and Laws of the State of South Carolina to exist, to happen, or to be performed precedent to or in the issuance of this Note, do exist, have happened and have been performed in regular and due time, form and manner.

IN WITNESS WHEREOF, the undersigned, pursuant to the authorizations of Act No. 116 of the Acts of 1965, and a resolution duly adopted by The South Carolina State Ports Authority, have caused these presents to be executed in the name of and on behalf of The South Carolina State Ports Authority, and

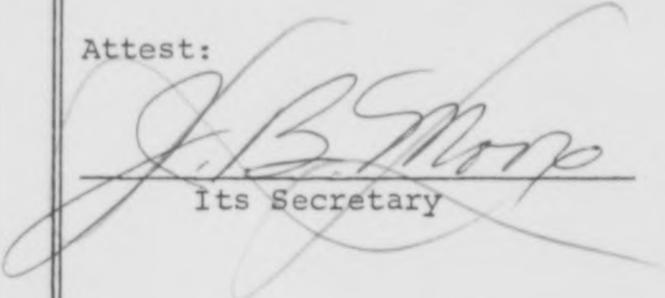
the Seal of said Authority to be affixed hereto, this _____ day
of _____, A. D. 19____.

THE SOUTH CAROLINA STATE PORTS AUTHORITY

BY 
Its Chairman

(SEAL)

Attest:


Its Secretary

STATE OF SOUTH CAROLINA,)
)
COUNTY OF CHARLESTON.)

I, the undersigned, Secretary of THE SOUTH CAROLINA
STATE PORTS AUTHORITY, DO HEREBY CERTIFY:

That the foregoing constitutes a true, correct and
verbatim copy of a Resolution adopted by THE SOUTH CAROLINA STATE
PORTS AUTHORITY at a meeting duly called and regularly held on
Wednesday, the 27th day of August, 1969, at
Columbia, S. C., South Carolina, at which were present:
W.W. JOHNSON, Chairman; JAMES B. MOORE ^{ACTING} Secretary;
and JAMES C. HAIR, JAMES C. TODD, CECIL
D. Mc DANIEL, JOSEPH P. RILEY

_____ constituting
a majority
all of the members of said Authority, who voted unanimously in
favor of the adoption thereof.

That said Resolution was offered by JAMES C. HAIR,
seconded by JAMES B. MOORE, and unanimously adopted by those
present. That the original of said Resolution is duly entered in
the permanent records of said Authority in my custody as such
Secretary.

IN WITNESS WHEREOF, I have hereunto set my Hand and
the Seal of THE SOUTH CAROLINA STATE PORTS AUTHORITY, this 27
day of August, A. D. 1969.

(SEAL)

J. B. Moore
ACTING Secretary

E N D