

Columbia, South Carolina
June 4, 1959

The State Budget and Control Board met in the Office of the State Auditor at 3:30 P. M., on Thursday, June 4, 1959. All members of the Board were present. Governor Hollings left before the conclusion of the meeting to fill another engagement.

The Board directed the State Auditor, in considering non-itemized salaries of State employees, not to approve any blanket or uniform increases for a department or institution, and to approve individual increases only when they could be justified by unusual or pressing circumstances.

An application by President Sims for a tuition bond issue in the amount of \$1,000,000.00, for the construction of a Science Building, showing compliance with all legal requirements, was approved by the Board.

The Board approved a loan of \$500,000.00 to the Educational Finance Commission, payable July 1, 1959, for the payment of bus chassis to be billed prior to July 1, 1959. (See Attached Letter)

The Board agreed to consolidate (by transfer) the appropriation for Auditors (\$262,949.00), and that for Field Agents (\$260,611.00), provided for the year 1959-60 for the Sales Tax Division of the Tax Commission, into one account to be designated "Auditors and Field Agents" - \$523,560.00.

The Board agreed to permit a salary supplement of \$233.00 to be paid to Director J. E. Youngblood, of the Agricultural Marketing Commission, from revenues of the State Markets, to match the amount of his salary paid by the Clemson Marketing Division.

The Board agreed to supply from the Civil Contingent Fund the sum of \$800.00 to the Camden-Heath Springs project on instruction in power sewing (under Vocational), if funds for the project could not be provided by transfer.

The Board agreed to match from the Civil Contingent Fund a Federal Grant of \$12,500.00 to provide funds to the Agricultural Marketing Commission to proceed with a survey of Agricultural Marketing and Opportunities in the State.

The Board agreed to supply the sum of \$1,200.00, in cooperation with other Southeastern States and the U. S. Department of Agriculture, for the production of a training and educational film covering all phases of the eradication program on screw worm.

The Board agreed to pay a claim of Carolina Display Service for \$132.40 for flags purchased during the administration of Governor Timmerman.

Mr. Henry S. Johnson, Jr., State Geologist, came before the Board and joined in a discussion of the desirability of leasing inshore and offshore lands of the State for explorations for oil. The Board directed Mr. Walter Brown, Mr. Johnson, and Assistant Attorney General Verner, to investigate the matter further, including the terms of such a lease, and the ability and reliability of those seeking such leases, and report the results of their investigations to the Board at a later meeting.

The Board authorized the Director of Sinking Funds and Property to negotiate for bids for renewal of insurance coverage on School Buses.

The Board declined to sell to Lexington County 20 acres of the Columbia Air Base property for school purposes.

The Board reaffirmed its former permission for the Highway Department to take topsoil from a designated area of the Columbia Air Base property.

The Board authorized the rental of space in the new S. C. National Bank Building on Assembly Street, if it appeared that a better arrangement could not be made, for use of the State Agency for Vocational Rehabilitation.

The Board then adjourned.

advised attached Resolution.
JMS

*Adopted at Board
meeting 3:30 P. M.
Thurs. June 4-1959*

A RESOLUTION

MAKING PROVISION FOR THE ISSUANCE OF \$200,000 OF NOTES OF THE STATE OF SOUTH CAROLINA, WHOSE PROCEEDS ARE TO BE EXPENDED FOR CONSTRUCTION COSTS OF AN ARCHIVES BUILDING, PURSUANT TO ACT 473 OF THE ACTS OF 1957, AS AMENDED BY ACT 855 OF THE ACTS OF 1958.

WHEREAS, by Act 473 of the General Assembly of the year 1957, as amended by Act 855 of the Acts of 1958, it was provided that notes of the State of South Carolina in the amounts and for the purposes therein stated might be issued; and

WHEREAS, under date of February 1, 1958, notes aggregating \$2,125,000 were issued pursuant to a Resolution adopted by the State Budget and Control Board, entitled, "A RESOLUTION MAKING PROVISION FOR THE ISSUANCE OF \$2,125,000 OF NOTES OF THE STATE OF SOUTH CAROLINA WHOSE PROCEEDS ARE TO BE EXPENDED FOR THE PURPOSES ENUMERATED IN ACT NO. 473 OF THE ACTS OF 1957," for the nine purposes enumerated by Section 4 of Act 473, prior to its amendment; and

WHEREAS, by Act 855 of the Acts of 1958, Act 473 was amended by authorizing the issuance of additional notes in the amount of \$200,000 to pay costs incurred in the construction of the State Archives Building; and

WHEREAS, the construction of the State Archives Building has proceeded, and additional funds to the extent of \$200,000 are immediately required to pay costs incurred in the construction of said Archives Building; and

WHEREAS, it is provided by said Act 473, as amended, that with the approval of the State Budget and Control Board having been first expressed by proper resolution, the Governor and the State Treasurer are empowered to issue notes of the State of South Carolina in the further sum of \$200,000 for the purpose of paying costs incurred in the construction of the State Archives Building; and

WHEREAS, the State Budget and Control Board, hereinafter called "The Board," has promulgated and prescribed regulations which insure the adequacy of construction and economy in cost of the expenditures now authorized for the State Archives Building; and

WHEREAS, it is provided that the notes authorized by said Act 473, as amended, may be sold in such series, at such times, in such amounts (within the total authorized), under such conditions and on such terms as said Board shall prescribe; and

WHEREAS, the Board has determined that it must raise through the means of the authorization of said Act 473, as amended, the further sum of \$200,000, and that notes to mature as provided herein and to bear interest at the rate of four and one-half (4-1/2%) per cent per annum, payable semi-annually shall be sold to the State Budget and Control Board of South Carolina, in its capacity as Trustee of the funds of the South Carolina Retirement System; and

WHEREAS, by reason of the matters above recited it is necessary that the Board shall adopt this Resolution in order to comply with the said Act 473, as amended, and in order to empower the Governor and the State Treasurer to issue notes of the State of South Carolina whose tenor and several maturities shall be as set forth herein, and whose proceeds shall be expended in accordance with the directives of said Act 473, as amended, under resolutions promulgated and prescribed by the Board by action heretofore taken and now in effect,

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

Section 1.

Pursuant to the provisions of Act 473 of 1957, as amended by Act 855 of 1958, the Board authorizes and empowers the

Governor and the State Treasurer to issue \$200,000 of notes of the State of South Carolina, whose proceeds shall be expended for costs incurred in the construction of the State Archives Building.

Section 2.

The said notes are to be dated July 1, 1959, and shall mature, without privilege of prior redemption, in the sums of \$20,000 on July 1 in each of the years 1960 to 1969, inclusive. The notes shall bear interest at the rate of four and one-half (4-1/2%) per centum per annum, payable semi-annually on the first days of January and July in each year, beginning January 1, 1960. The said notes are to be ten (10) in number, each in the denomination of \$20,000, and shall be numbered from 1-A to 10-A, in the order of their maturity, a separate number being allotted to each note.

Section 3.

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

Section 4.

Both the principal of and interest on the notes authorized by this Resolution shall be exempt from all taxes, State, County, and Municipal, whether levied for purposes of general revenue or otherwise.

Section 5.

The form of said notes shall be substantially as follows:

UNITED STATES OF AMERICA
STATE OF SOUTH CAROLINA
NOTE
ISSUED PURSUANT TO ACT 473 OF 1957,
AS AMENDED BY ACT 855 OF 1958.

No. _____ A

\$20,000

THE STATE OF SOUTH CAROLINA for value received, hereby promises to pay to The State Budget and Control Board of South Carolina, as Trustee of the funds of the South Carolina Retirement System, or registered assigns, the principal sum of

TWENTY THOUSAND DOLLARS

on the first day of July, 19____, and to pay to the registered holder hereof interest thereon from the date hereof until the date of maturity, at the rate of four and one-half (4-1/2%) per centum per annum, payable semi-annually on the first days of January and July in each year, commencing January 1, 1960. Both the principal of and interest on this note are payable in any coin or currency which, on the respective dates of payment thereof, shall be legal tender for the payment of public and private debts, by check or draft issued by the State Treasurer of the State of South Carolina. This note is one of a series of notes of the State of South Carolina aggregating Two Hundred Thousand Dollars (\$200,000), of like date, tenor and effect, except as to number and date of maturity.

For the payment of the principal of and interest on this note and the remaining notes of this issue there is hereby pledged to the extent provided for in said Act 473 of 1957, as amended, so much thereof as shall be needed from the revenues derived from the tax imposed pursuant to Article I, Chapter 2, Title 65, Code of Laws of South Carolina, 1952, as amended. Such pledge shall not preclude the revision of such tax within the limitations set forth in said Act 473 of 1957, as amended.

UNITED STATES OF AMERICA
STATE OF SOUTH CAROLINA
NOTE
ISSUED PURSUANT TO ACT 473 OF 1957,
AS AMENDED BY ACT 855 OF 1958.

No. _____ A

\$20,000

THE STATE OF SOUTH CAROLINA for value received, hereby promises to pay to The State Budget and Control Board of South Carolina, as Trustee of the funds of the South Carolina Retirement System, or registered assigns, the principal sum of

TWENTY THOUSAND DOLLARS

on the first day of July, 19____, and to pay to the registered holder hereof interest thereon from the date hereof until the date of maturity, at the rate of four and one-half (4-1/2%) per centum per annum, payable semi-annually on the first days of January and July in each year, commencing January 1, 1960. Both the principal of and interest on this note are payable in any coin or currency which, on the respective dates of payment thereof, shall be legal tender for the payment of public and private debts, by check or draft issued by the State Treasurer of the State of South Carolina. This note is one of a series of notes of the State of South Carolina aggregating Two Hundred Thousand Dollars (\$200,000), of like date, tenor and effect, except as to number and date of maturity.

For the payment of the principal of and interest on this note and the remaining notes of this issue there is hereby pledged to the extent provided for in said Act 473 of 1957, as amended, so much thereof as shall be needed from the revenues derived from the tax imposed pursuant to Article I, Chapter 2, Title 65, Code of Laws of South Carolina, 1952, as amended. Such pledge shall not preclude the revision of such tax within the limitations set forth in said Act 473 of 1957, as amended.

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

This note is transferable only upon books kept by the State Treasurer, by the registered holder hereof in person, or by his attorney duly authorized, and similarly noted hereon.

IN WITNESS WHEREOF, the State of South Carolina has caused this note to be signed by the Governor of South Carolina and by the State Treasurer of South Carolina, and has caused the Great Seal of the State to be affixed hereto or impressed hereon and attested by the Secretary of State, and this note to be dated the first day of July, 1959.

Governor

State Treasurer

ATTEST:

Secretary of State

FOR VALUE RECEIVED, the undersigned hereby sells, assigns and transfers unto _____ the within note of the State of South Carolina, and hereby irrevocably constitutes and appoints _____ Attorney to transfer the same on books of the State Treasurer with full power of substitution in the premises.

Dated: _____

DATE OF REGISTRATION	NAME OF REGISTERED HOLDER	SIGNATURE OF STATE TREASURER OR DEPUTY
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____

1400

Section 6.

For the payment of principal and interest of such notes as the same severally mature, there is hereby pledged so much thereof as shall be needed from the revenue derived from the tax imposed pursuant to Article 1, Chapter 2, Title 65, Code of Laws of South Carolina for 1952, as amended. Such pledge shall not preclude the revision of such tax within the limitations set forth in said Act 473 of 1957, as amended.

Section 7.

Said notes shall be forthwith made ready for execution in registered form and in the denomination hereinbefore prescribed. Thereupon they shall be executed as herein provided and delivered to the purchaser thereof. The proceeds derived therefrom shall be expended for the purposes set forth in Section 1 of this Resolution.

Section 8.

The State Budget and Control Board, in its capacity as trustee of the funds of the South Carolina Retirement System, hereby agrees to purchase the notes authorized by the foregoing Resolution at par, plus accrued interest to the date of their delivery, and further agrees, as the holder of the outstanding notes issued pursuant to the Resolution entitled, "A RESOLUTION MAKING PROVISION FOR THE ISSUANCE OF \$2,125,000 OF NOTES OF THE STATE OF SOUTH CAROLINA WHOSE PROCEEDS ARE TO BE EXPENDED FOR THE PURPOSES ENUMERATED IN ACT NO. 473 OF THE ACTS OF 1957," that the notes authorized by this Resolution shall be on a parity in all respects with the notes heretofore issued pursuant to the aforesaid Resolution, notwithstanding that the authorization for the issuance by the notes authorized by this Resolution became effective as of April 4, 1958, which was a date subsequent to the delivery of the notes previously authorized, agreeing specifically that the proceeds of the tax

1401

referred to in Section 7 of said Act 473, as amended, shall be equally applicable to the principal and interest of the outstanding notes heretofore authorized and the principal and interest of the notes authorized pursuant to this Resolution.

Section 9.

The State Treasurer, as Custodian of the outstanding notes, issued as of February 1, 1958, pursuant to said Act 473 of 1957, shall endorse in writing upon each of said outstanding notes the following:

"the aggregate of notes to be outstanding pursuant to Act No. 473 of 1957 is increased by \$200,000,"

in order that the action taken by Section 8 of this Resolution shall be duly recorded on the outstanding notes of February 1, 1958.

E N D

END OF FISCAL YEAR 1958-59