

Columbia, South Carolina
January 29, 1957

The State Budget and Control Board met in the Governor's Office at 11:00 A. M. on January 29, 1957. All members of the Board were present except Mr. E. C. Rhodes.

The Secretary reported a balance in the Civil Contingent Fund of \$45,348.11, of which balance \$9,000.00 was obligated to the Forestry Commission for erosion work at Hunting Island, and a smaller amount to completion of work on the Governor's Mansion.

The State Treasurer reported an overdraft in the State's General Fund of approximately \$12,000,000.00. It was thought that this overdraft would be liquidated early this Spring by collections from the Income Tax and other revenue sources.

The Board approved the issuance of \$350,000.00 in notes by the State's School Book Commission, \$175,000.00 of the amount payable in one year and \$175,000.00 payable in two years.

The Board approved an allocation of \$300.00 from the Civil Contingent Fund to the Legislative Committee on Alcoholic Rehabilitation Center.

The Board approved a request to pay the transportation expense of Mr. John W. Thomas to the annual meeting of the National Conference of Commissioners on Uniform State Laws held during the year 1955. The other two members of this Committee had collected expenses for this meeting but Mr. Thomas had not.

The Board declined to supply the sum of ~~\$2,000.00~~^{30,000.00} requested by the Department of Education to supplement the current year's appropriation for Vocational Rehabilitation.

The Board declined to authorize an additional dental student through the Regional Education plan to the Medical College of Virginia at Richmond. This authorization was requested for the current fiscal year.

The Board approved a request by the Southern Bell Telephone and Telegraph Company to install two telephone booths on the State House Grounds at the Southeast corner of Main and Gervais Streets, the State to receive a commission of 15% on all money received from the installation.

The Board approved a request from the Department of Agriculture for an allocation of \$2,223.06 to cover the salary and travel expense of a Grain Inspector for the remainder of the present fiscal year.

The Board approved a request from the Educational Finance Commission to issue \$1,500,000.00 in bonds for the purchase of school busses, and a resolution authorizing the State Treasurer to take these bonds into the State Retirement System.
(Resolution Attached)

The Board then adjourned.

~~attached~~ adapted The Board approved the Resolution authorizing

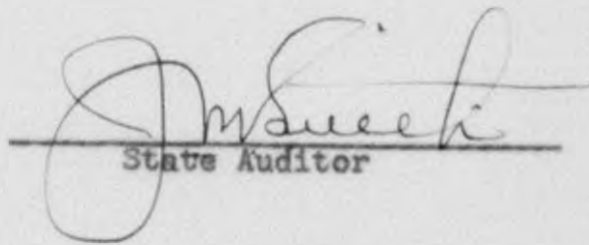
STATE OF SOUTH CAROLINA,
COUNTY OF RICHLAND.

I, the undersigned, hereby certify that the State Auditor's Office has verified the amount of revenue derived from fees for Student and Faculty Housing Facilities at the UNIVERSITY OF SOUTH CAROLINA for the fiscal year ended June 30th, 1956, in the amount of \$ 274,233.80.

The revenue from such facilities is considerably in excess of the required one hundred twenty-five per cent (125%) coverage prescribed for bonds whose debt servicing is provided with these revenues. The bonds thus referred to are the outstanding bonds of the issue of June 1st, 1953, the outstanding bonds of the issue of June 1st, 1954 (Second Series), the outstanding bonds of the issue of June 1st, 1955, First Series, the outstanding bonds of the issue of June 1st, 1955 (Second Series), the outstanding bonds of the issue of June 1st, 1956, First Series, and the proposed Seven Hundred Fifty Thousand Dollars (\$750,000) of bonds, dated June 1st, 1957 (First Series of 1957), now about to be issued.

WITNESS my Hand and Seal this 8 day of April,
A. D. 1957.

(Seal)


State Auditor

STATE OF SOUTH CAROLINA,
COUNTY OF RICHLAND.

I, J. M. SMITH, Auditor of the State of South Carolina,
and Secretary to the STATE BUDGET AND CONTROL BOARD, DO HEREBY
CERTIFY:

That the said STATE BUDGET AND CONTROL BOARD is composed
of the following:

His Excellency, George Bell Timmerman, Jr.,
Governor of South Carolina, and Chairman of the Board,

The Honorable Jeff B. Bates, State Treasurer,

The Honorable E. C. Rhodes, Comptroller General of
South Carolina,

The Honorable Edgar A. Brown, Chairman of the Senate
Finance Committee, and

The Honorable W. L. Rhodes, Jr., Chairman of the House
Ways and Means Committee.

THAT due notice of the meeting of said Board, called to
be held at the office of the Governor, in the State
Capitol, at Columbia, South Carolina, at 11:00 A. M.,
Tuesday, January 29, 1957, was given to all
members in writing, and at least four (4) days prior to said
meeting date; that all members of said Board were present at
said meeting, with the exception of:

Mr. E. C. Rhodes

THAT at said meeting, a Resolution of the Board, in its
capacity as Trustee of the funds of the South Carolina Retirement
System, agreeing to purchase the issue of SEVEN HUNDRED FIFTY
THOUSAND DOLLARS (\$750,000) of STUDENT AND FACULTY HOUSING
REVENUE BONDS, FIRST SERIES OF 1957, OF THE UNIVERSITY OF SOUTH
CAROLINA, dated June 1st, 1957, of which the attached is a true,
correct and verbatim copy, was introduced by Jeff B. Bates,
who moved its adoption; said motion was seconded by W. L. Rhodes,
and upon the vote being taken thereon and

recorded, it appeared the following votes were cast:

FOR MOTION

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AGAINST MOTION

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The Chairman thereupon declared the Resolution unanimously adopted, and the original thereof has been duly entered in the permanent records of minutes of meetings of said Board, in my custody as its Secretary.

That at said meeting, a Resolution of the Board approving the sale, at private sale, by the University of South Carolina, to itself, as Trustee of the funds of the South Carolina Retirement System, of the bonds above recited, of which the attached is a true, correct and verbatim copy, was introduced by

Edgar A. Brown, who moved its adoption; said motion was seconded by W.L. Rhodes, and upon the vote being taken thereon and recorded, it appeared that the following votes were cast:

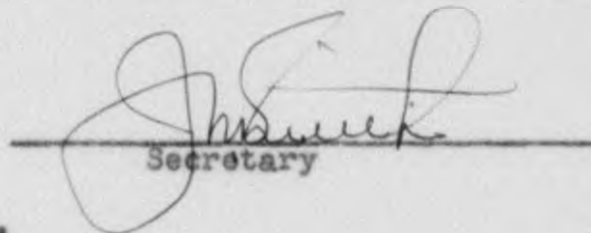
FOR MOTION

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AGAINST MOTION

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The Chairman thereupon declared the Resolution unanimously adopted, and the original thereof has been duly entered in the permanent records of Minutes of Meetings of said Board, in my custody as its Secretary.


Secretary

April 8, 1957.

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

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

WHEREAS, heretofore, the Board of Trustees of the University of South Carolina did, with the approval of this Board, consummate a private sale of an issue of THREE HUNDRED SEVENTY-FIVE THOUSAND DOLLARS (\$375,000), UNIVERSITY OF SOUTH CAROLINA, STUDENT AND FACULTY HOUSING REVENUE BONDS, SERIES OF 1953, dated June 1st, 1953, to a syndicate of bond dealers, composed of:

Merrill Lynch, Pierce, Fenner & Beane, of New York, N. Y., The Robinson-Humphrey Co., Inc., of Atlanta, Ga., and G. H. Crawford Co., Inc., of Columbia, S. C., which bonds were issued pursuant to the Act, whose title is above set forth, and a Resolution adopted by the Board of Trustees of the UNIVERSITY OF SOUTH CAROLINA on August 5th, 1953, entitled: "A RESOLUTION OF THE BOARD OF TRUSTEES OF THE UNIVERSITY OF SOUTH CAROLINA, PROVIDING FOR THE ISSUANCE AND SALE OF THREE HUNDRED SEVENTY-FIVE THOUSAND DOLLARS (\$375,000) STUDENT AND FACULTY HOUSING REVENUE BONDS, SERIES OF 1953, OF THE UNIVERSITY OF SOUTH CAROLINA, DATED JUNE 1st, 1953, AND OTHER MATTERS RELATING THERETO"; and

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

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

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

SEVEN HUNDRED FIFTY THOUSAND DOLLARS (\$750,000) STUDENT AND FACULTY HOUSING REVENUE BONDS, FIRST SERIES OF 1957, of the UNIVERSITY OF SOUTH CAROLINA, dated June 1st, 1957, in denomination of One Thousand Dollars each, numbered from 1 to 750, inclusive, and maturing in annual series or instalments, in numerical order, as follows:

\$18,000 on the 1st day of June, in each of the years 1958 to 1962, inclusive;

\$23,000 on the 1st day of June, in each of the years 1963 to 1967, inclusive;

\$30,000 on the 1st day of June, in each of the years 1968 to 1972, inclusive;

\$36,000 on the 1st day of June, in each of the years 1973 to 1977, inclusive; and

\$43,000 on the 1st day of June, in each of the years 1978 to 1982, inclusive,

of which the bonds maturing subsequent to June 1st, 1962, are subject to redemption at the option of the University on June 1st, 1962, or any subsequent interest payment date, in whole or in part, but, if in part, in inverse numerical order, at a redemption price of par and accrued interest to the date of redemption plus a redemption premium of:

three per centum (3%) of their par value if redeemed prior to June 1st, 1968, or

a redemption premium of two per centum (2%) if redeemed on or after June 1st, 1968, but prior to June 1st, 1974, or

a redemption premium of one per centum (1%) if redeemed on June 1st, 1974, or thereafter, but prior to the date of their stated maturities;

said bonds bearing interest at the rate of four per centum (4%) per annum, payable semi-annually on June 1st and December 1st of each year, commencing December 1st, 1957;

said bonds to be issued and to be secured in the manner set forth in the Resolution adopted by the Trustees of the University on August 5th, 1953, whose title is hereinbefore set forth, and a further Resolution adopted by the Trustees of the University on _____, 1957, entitled "A RESOLUTION MAKING PROVISION FOR THE ISSUANCE OF SEVEN HUNDRED FIFTY THOUSAND DOLLARS (\$750,000) OF STUDENT AND FACULTY HOUSING REVENUE BONDS, FIRST SERIES OF 1957, OF THE UNIVERSITY OF SOUTH CAROLINA, DATED JUNE 1st, 1957, AND OTHER MATTERS RELATING THERETO", and

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

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

System is to the interest of the University and has determined to grant the approval contemplated by the Act above recited; and

WHEREAS, this Board has been furnished with proof, establishing that the issue of SEVEN HUNDRED FIFTY THOUSAND DOLLARS (\$750,000) of STUDENT AND FACULTY HOUSING REVENUE BONDS, FIRST SERIES OF 1957, of the UNIVERSITY OF SOUTH CAROLINA, dated June 1st, 1957, are bonds on a parity in all respects with the THREE HUNDRED SEVENTY-FIVE THOUSAND DOLLARS (\$375,000), UNIVERSITY OF SOUTH CAROLINA, STUDENT AND FACULTY HOUSING REVENUE BONDS, SERIES OF 1953, dated June 1st, 1953, all conditions of Article IV of the Resolution of August 5th, 1953, above cited, having been met and complied with;

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

BE IT RESOLVED BY THE STATE BUDGET AND CONTROL BOARD, in its capacity as Trustee of the Funds of the South Carolina Retirement System, and in pursuance of the powers vested in it by Section 61-91, Code of Laws of South Carolina, 1952, that the proposal of the UNIVERSITY OF SOUTH CAROLINA to sell to said State Budget and Control Board, in its capacity as Trustee aforesaid, at a price of par and accrued interest from the date of said bonds to the date of their delivery, an issue of SEVEN HUNDRED FIFTY THOUSAND DOLLARS (\$750,000) STUDENT AND FACULTY HOUSING REVENUE BONDS, FIRST SERIES OF 1957, of the UNIVERSITY OF SOUTH CAROLINA, dated June 1st, 1957, in denomination of One Thousand Dollars (\$1,000) each, numbered from 1 to 750, inclusive, and maturing in annual series or instalments, in numerical order as follows:

- \$18,000 on the 1st day of June, in each of the years 1958 to 1962, inclusive;
- \$23,000 on the 1st day of June, in each of the years 1963 to 1967, inclusive;
- \$30,000 on the 1st day of June, in each of the years 1968 to 1972, inclusive;
- \$36,000 on the 1st day of June, in each of the years 1973 to 1977, inclusive; and
- \$43,000 on the 1st day of June, in each of the years 1978 to 1982, inclusive,

of which the bonds maturing subsequent to June 1st, 1962, are subject to redemption at the option of the University on June 1st, 1962, or any subsequent interest payment date, in whole or in part, but, if in part, in inverse numerical order, at a redemption price of par and accrued interest to the date of redemption, plus a redemption premium of:

three per centum (3%) of their par value if redeemed prior to June 1st, 1968, or

a redemption premium of two per centum (2%) if redeemed on or after June 1st, 1968, but prior to June 1st, 1974, or

a redemption premium of one per centum (1%) if redeemed on June 1st, 1974, or thereafter, but prior to the date of their stated maturities.

Said bonds bear interest from date, viz., June 1st, 1957, at the rate of four per centum (4%) per annum, payable semi-annually on the first days of June and December of each year, commencing December 1st, 1957; said bonds are to be issued and to be secured in the manner set forth in Resolutions adopted by the Trustees of said University on the 5th day of August, 1953, and the _____ day of _____, 1957, respectively:

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

(2) "A RESOLUTION MAKING PROVISION FOR THE ISSUANCE OF SEVEN HUNDRED FIFTY THOUSAND DOLLARS (\$750,000) OF STUDENT AND FACULTY HOUSING REVENUE BONDS, FIRST SERIES OF 1957, OF THE UNIVERSITY OF SOUTH CAROLINA, DATED JUNE 1st, 1957, AND OTHER MATTERS RELATING THERETO",

be, and the same is, hereby accepted.

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

University of South Carolina

April 8, 1957

Statement of Outstanding Dormitory Bonded Indebtedness
Showing Principal and Interest as of July 1, 1957

Outstanding Bond Issues	Balance of Principal July 1, 1957	Balance of Interest July 1, 1957	Total Debt Service 7-1-57	Average Annual Debt Service for Remaining Years
1953 Dormitory Issue-3½%	\$315,000.00~	\$121,275.00	\$436,275.00~	\$ 20,775.00
1954 " " -3%	778,000.00	294,660.00	1,072,660.00~	48,757.20
1954 " " -3%	46,000.00	16,500.00	62,500.00~	2,840.90
1955 " " -3%	378,000.00	150,330.00	528,330.00~	22,970.86
1955 " " -3%	46,000.00	17,280.00	63,280.00~	2,751.30
1956 " " -3%	910,000.00	301,500.00	1,211,500.00~	60,575.00
* 1957 " " -4%	750,000.00	457,000.00	1,207,000.00	48,280.00
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	\$3,223,000.00	\$1,358,545.00	\$4,581,545.00	\$206,950.26

Average annual debt service for remaining period on current bonds is \$206,950.26.

On the basis of \$206,950.26 the annual room fees should total \$258,687.82 to meet the 125% requirement on the combined principal and interest on all outstanding Student and Faculty Housing Revenue Bonds.

Student rentals amounted to \$274,233.80 for the fiscal year ending June 30, 1956.

*First payment of principal December 1, 1957.

Requirement at 125%

<i>Outstanding as of July 1, 1957</i>	<i>\$ 3,374,545.00</i>	<i>\$ 4,718,181.25</i>
<i>Proposed (750,000)</i>	<i>1,207,000.00</i>	<i>1,508,750.00</i>
	<i>\$4,581,545.00</i>	<i>\$ 6,226,931.25</i>
<i>Student Rental (274,233.80) 25% p.a.</i>	<i>\$ 6,855,645.00</i>	
<i>Requirement</i>	<i>\$ 5,726,931.25</i>	
<i>Marginal above 125%</i>	<i>\$ 1,128,913.75</i>	

EXHIBIT A1

*Adopted
January 29-1957*

RESOLUTION OF STATE BUDGET AND CONTROL BOARD

WHEREAS, the State Budget and Control Board has been formally requested by the State Educational Finance Commission to approve the private placement of an issue of One Million Five Hundred Thousand Dollars (\$1,500,000) State School Bonds, Series I, to be dated February 1st, 1957, to bear interest at the rate of four per centum (4%) per annum, payable semi-annually on February 1st and August 1st in each year until the respective maturity of the bonds, to mature One Hundred Eighty Five Thousand Dollars (\$185,000) on February 1st in each of the years 1958 to 1961, inclusive, and One Hundred Ninety Thousand Dollars (\$190,000) on February 1st in each of the years 1962 to 1965, inclusive, and to be subject to redemption on all interest payment dates, at par, and accrued interest to the date of redemption; and

WHEREAS, after due consideration, the State Budget and Control Board has approved all of the terms and conditions of such disposition;

NOW, THEREFORE, BE IT RESOLVED BY THE STATE BUDGET AND CONTROL BOARD:

That the approval of the State Budget and Control Board is herewith given to the issuance and private placement of the bonds described in the preambles hereof, under the terms and conditions set forth therein.

STATE OF SOUTH CAROLINA
COUNTY OF RICHLAND

I, J. M. SMITH, Auditor of the State of South Carolina, and
Secretary to the State Budget and Control Board, DO HEREBY CERTIFY:

That the said State Budget and Control Board is composed
of the following:

HON. GEORGE BELL TIMMERMAN, JR., Governor and Chairman
of the Board; HON. JEFF B. BATES, State Treasurer; HON.
E. C. RHODES, Comptroller General; HON. EDGAR A. BROWN,
Chairman, Senate Finance Committee; and HON. WILLIAM L.
RHODES, JR., Chairman, House Ways and Means Committee;

That due notice of meeting of said Board, called to be
held at the office of the Governor, in the State Capitol, at
Columbia, South Carolina, at 11 o'clock, A.M., on
Tuesday, January 29, 1957, was given to all
members in writing and at least four days prior to said meeting
date; that all members of said Board were present at said meeting,
with the exception of:

E. C. Rhodes

That at said meeting, a resolution, of which the attached
is a true, correct and verbatim copy, was introduced by Mr. Jeff B.
Bates, who moved its adoption; said motion was seconded
by Mr. W. L. Rhodes, and upon the vote being taken and
recorded, it appeared the following votes were cast:

FOR MOTION

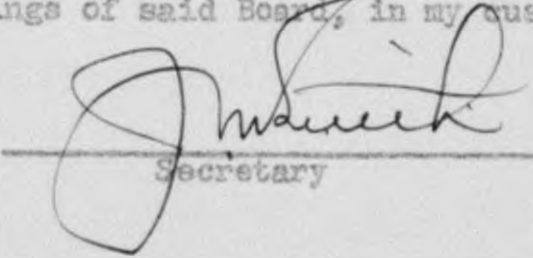
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AGAINST MOTION

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The Chairman thereupon declared the Resolution unanimously
adopted, and the original thereof has been duly entered in the
permanent records of minutes of meetings of said Board, in my custody
as its Secretary.

Dated: January 30, 1957


Secretary

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