

Columbia, South Carolina
January 28, 1959

The State Budget and Control Board met in the Governor's office at 10:00 A. M. on Wednesday, January 28, 1959. All members of the Board were present.

This being the first meeting under the administration of Governor Hollings, the Board proceeded to reorganize by re-electing all Division Directors to continue in their positions.

Subject to a proper showing of their statutory borrowing power in the detailed applications, Clemson College was authorized to proceed with plans for the issuance of tuition bonds in the sum of \$1,900,000.00, of which \$250,000.00 was to cover the cost of water lines and tank needed to supply the Ravenel Center, and \$1,650,000.00 for construction of a Physics Building. Approval was also given to the issuance of \$775,000.00 of Housing Bonds for enlargement of Male Dormitory facilities at Clemson, in lieu of \$650,000.00 authorized on December 23, 1958.

The Board also approved the issuance of \$785,000.00 of tuition bonds for use of The Citadel, for the following projects:

1. For Completion of Library-Museum Building	\$ 75,000.00
2. Renovation of Padgett-Thomas Barracks	235,000.00
3. Mark Clark Hall for equipment and to retire equipment debt	67,377.17
4. The Beach House - Equipment	27,952.06
5. The Service Center - Purchase of Building and Equipment	29,670.77
6. Construction of Utilities building and equipment	<u>350,000.00</u>
Total	\$ 785,000.00

It was agreed that the State Treasurer should call for payment of tuition bonds of Clemson and the University which were subject to call on April 1st, and that the proposed Clemson issue would be based on its borrowing power after retirement of such of its bonds subject to call on April 1st.

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The following regulation was adopted by the Board:

"A person retired on a service retirement allowance from the South Carolina Retirement System with an allowance not exceeding \$1,200.00 per fiscal year may return to covered employment and earn an amount not exceeding \$1,200.00 per fiscal year without affecting his retirement allowance."

The Director of Sinking Funds and Property was directed to dispense with the services of Mr. Bryan, Gardener of the State House Grounds, unless a satisfactory agreement with him could be reached.

The Board authorized the Director of Sinking Funds and Property to employ the firm of Cresap, McCormick and Paget to perform a space utilization survey of the State's office buildings to determine present needs and its needs for an ensuing five-year period.

It was agreed that regular meetings of the Board would be held hereafter on the first Wednesday of each month.

The Board then adjourned.

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 & Deane, 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:

FIVE HUNDRED FIFTY THOUSAND DOLLARS (\$550,000) STUDENT AND FACULTY HOUSING REVENUE BONDS, FIRST SERIES OF 1958, of the UNIVERSITY OF SOUTH CAROLINA, dated September 1st, 1958, in denomination of One Thousand Dollars each, numbered from 1 to 550, inclusive, and maturing in annual series or instalments, in numerical order, as follows:

\$15,000 on the 1st day of September, in each of the years 1959 to 1963, inclusive;

\$18,000 on the 1st day of September, in each of the years 1964 to 1968, inclusive;

\$22,000 on the 1st day of September, in each of the years 1969 to 1973, inclusive;

\$25,000 on the 1st day of September, in each of the years 1974 to 1978, inclusive; and,

\$30,000 on the 1st day of September, in each of the years 1979 to 1983, inclusive;

of which the bonds maturing subsequent to September 1st, 1963, are subject to redemption at the option of the University on September 1st, 1963, 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 September 1st, 1969, or

two per centum (2%) if redeemed on or after September 1st, 1969, but prior to September 1st, 1975, or

one per centum (1%) if redeemed on September 1st, 1975, 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 March 1st and September 1st of each year, commencing March 1st, 1959;

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 _____, 1958, entitled "A RESOLUTION MAKING PROVISION FOR THE ISSUANCE OF FIVE HUNDRED FIFTY THOUSAND DOLLARS (\$550,000) OF STUDENT AND FACULTY HOUSING REVENUE BONDS, FIRST SERIES OF 1958, OF THE UNIVERSITY OF SOUTH CAROLINA, DATED SEPTEMBER 1st, 1958, 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 FIVE HUNDRED FIFTY THOUSAND DOLLARS (\$550,000) of STUDENT AND FACULTY HOUSING REVENUE BONDS, FIRST SERIES OF 1958, of the UNIVERSITY OF SOUTH CAROLINA, dated September 1st, 1958, 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 FIVE HUNDRED FIFTY THOUSAND DOLLARS (\$550,000) STUDENT AND FACULTY HOUSING REVENUE BONDS, FIRST SERIES OF 1958, of the UNIVERSITY OF SOUTH CAROLINA, Dated September 1st, 1958, in denomination of One Thousand Dollars (\$1,000) each, numbered from 1 to 550, inclusive, and maturing in annual series or instalments, in numerical order as follows:

\$15,000 on the 1st day of September, in each of the years 1959 to 1963, inclusive;

\$18,000 on the 1st day of September, in each of the years 1964 to 1968, inclusive;

\$22,000 on the 1st day of September, in each of the years 1969 to 1973, inclusive;

\$25,000 on the 1st day of September, in each of the years 1974 to 1978, inclusive; and,

\$30,000 on the 1st day of September, in each of the years 1979 to 1983, inclusive.

of which the bonds maturing subsequent to September 1st, 1963, are subject to redemption at the option of the University on September 1st, 1963, 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 September 1st, 1969, or

a redemption premium of two per centum (2%) if redeemed on or after September 1st, 1969, but prior to September 1st, 1975, or

a redemption premium of one per centum (1%) if redeemed on September 1st, 1975, or thereafter, but prior to the date of their stated maturities.

Said bonds bear interest from date, viz., September 1st, 1958, at the rate of four per centum (4%) per annum, payable semi-annually on the first days of March and September of each year, commencing March 1st, 1959; 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 _____, 1958, 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 FIVE HUNDRED FIFTY THOUSAND DOLLARS (\$550,000) OF STUDENT AND FACULTY HOUSING REVENUE BONDS, FIRST SERIES OF 1958, OF THE UNIVERSITY OF SOUTH CAROLINA, DATED SEPTEMBER 1st, 1958, AND OTHER MATTERS RELATING THERETO",

be, and the same is, heroby 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.

South Carolina Retirement System

TATUM W. GRESSETTE
DIRECTOR



Columbia

1001 MAIN STREET
P.O. BOX 1495

A person retired on a service retirement allowance from the South Carolina Retirement System with an allowance not exceeding \$1,200.00 per fiscal year may return to covered employment and earn an amount not exceeding \$1,200.00 per fiscal year without affecting his retirement allowance.

The following Board members have been consulted by me and have approved this as a new regulation.

Jeff B. Bates
W. L. Rhodes, Jr.

Edgar A. Brauer

approved By the Budget and Finance Board in meeting January 28, 1959

approve:

Smith, Collins

3/31/59

J. W. Smith

State Auditor

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