



South Carolina Commission on Higher Education

Mr. Tim M. Hofferth, Chair
Dr. Bettie Rose Horne, Vice Chair
Mr. Paul O. Batson, III
Ms. Dianne C. Kuhl
Ms. Allison Dean Love
Dr. Louis B. Lynn
Vice Admiral Charles Munns, USN (ret.)
Mr. Clark B. Parker
Mr. Kim F. Phillips
Ms. Terrye C. Seckinger
Dr. Jennifer B. Settlemyer
Mr. Hood Temple
Dr. Evans Whitaker

Mr. Gary S. Glenn
Interim Executive Director

TO: Mr. Hood Temple, Chair, and Members of the Committee on Finance & Facilities

FROM: Mr. Gary S. Glenn, Director of Fiscal Affairs (Camille Brown, Associate Director)

SUBJECT: Committee Meeting, September 29, 2015

DATE: September 28, 2015

A meeting of the Committee is scheduled to **be held via conference call on Tuesday, September 29 at 10:30 a.m.** The agenda and materials for the meeting are enclosed.

To be connected to the conference call, please dial the toll free number: 1-800-503-2899.
The Access Code is 7374620.

If you have any questions about the materials, please contact Camille Brown at (803) 737-2149 or Yolanda Myers at (803) 737-4620.

Enclosures

AGENDA
COMMITTEE ON FINANCE & FACILITIES
SEPTEMBER 29, 2015
10:30 A.M.
CONFERENCE CALL
SC COMMISSION ON HIGHER EDUCATION
1122 LADY STREET, SUITE 300
COLUMBIA, SC 29201

1. Introductions
2. Minutes of September 3
3. Interim Capital Projects
 - A. Coastal Carolina University
 1. Brooks Stadium Additions
- *Establish Project*
 2. Soccer Complex
- *Establish Project*
4. Consideration of CHE's FY 2016-17 Budget Request
5. Other Business (*For Information, No Action Required*)
 - A. Final Budget Report for FY 2014-15
 - B. Beginning Budget Report for FY 2015-16
 - C. List of Capital Projects & Leases Processed by Staff for September, 2015

MINUTES

COMMITTEE ON FINANCE AND FACILITIES
SEPTEMBER 3, 2015

PALMETTO CONFERENCE ROOM
SC COMMISSION ON HIGHER EDUCATION
1122 LADY STREET, SUITE 300
COLUMBIA, SC 29201

Committee Members Present

Chairman Hood Temple
Commissioner Paul Batson
Commissioner Dianne Kuhl
Commissioner Louis Lynn
Commissioner Clark Parker
Commissioner Kim Phillips

Ms. Angie Leiding
Mr. John McEntire
Mr. Graham Neff
Mr. Edward Patrick
Mr. Scott Poelker

Guests Present

Commissioner Tim Hofferth
Commissioner Terry Seckinger
Ms. Beth Bell
Ms. Kathleen Dille
Mr. John Gardner
Ms. Joy Gillespie

Staff Present

Mr. Gary Glenn
Ms. Yolanda Myers
Ms. Julie Carullo
Ms. Renee Eshleman

For the record, notification of the meeting was made to the public as required by the Freedom of Information Act.

I. Call to Order

Commissioner Temple called the meeting to order at 9:40 a.m. Ms. Myers introduced the guests in attendance.

The following matters were considered:

II. Approval of Minutes of Meeting on June 4, 2015

A motion was made (Parker), seconded (Phillips), and carried to approve the minutes of the June 4, 2015 meeting.

III. Interim Capital Projects

The following projects were presented and discussed:

A). Clemson University

i. Football Operations Facility Construction

Mr. Glenn presented the project stating that the University requests approval to establish the construction budget to construct a football operations facility. He noted that the requested action amount that is being brought forward should be \$53,500,000 and that \$1,500,000 was previously approved to do the actual A&E with an initial CHE approval date of April 9, 2015. He also clarified that the funding source be Athletic Revenue Bonds instead of Revenue Bonds.

Mr. Glenn continued by sharing that the University requests approval to establish the construction budget to construct a football operations facility that is estimated to be 142,050 square feet. He reminded the committee that this project was discussed entirely in April on what the University intended to do. Mr. Glenn stated that since that time, they have completed the majority of the Design Phase, and that ordinarily we could have staff approved the construction budget based on the action we took in April, but the University was asked to bring this project back. He continued to share that the University was invited back today to address questions that were asked during the previous meeting held in April and to answer any other question the committee might have. Mr. Glenn noted that the original project request was presented in the amount \$62,500,000 and that the University is now asking for a total budget of \$55,000,000. He also noted that additionally the project was projected to be 155,000 square feet and is now reduced to 142,050 square feet. He continued by sharing the breakdown of how the funds will be distributed during construction of the facility. Mr. Glenn then referred to Clemson University representatives to share the information they brought back to the Committee.

Commissioner Temple invited Commissioners Tim Hofferth and Terrye Seckinger to share their thoughts during the discussion.

Ms. Angie Liedinger from Clemson University introduced other staff member representing Clemson University and shared that their Board of Trustees asked them to make sure that the University only ask for what is needed to address the concerns that the Committee has and to think through other ways to fund this project. She shared that and as a result, the project went from \$62,000,000 to the \$55,000,000. Ms. Liedinger also highlighted that the other significant change made was that they were originally going to issue Athlete Revenue Bonds for the full amount and now plan to take \$35M in cash and gifts out of IPTAY and fund the balance through Athletic Revenue Bonds.

Commissioner Kuhl thanked the Clemson University's staff for pulling the information together and finding the people that have the answers. It made a huge difference in knowing that they can rely on them when they do have questions. She continued by stating that she agreed in concept with this proposed facility but still had some concerns.

Ms. Liedinger responded by stating the football program is incredibly important to Clemson University. She noted that their admissions, private athletic giving, and academic giving go up when they have a winning football team. She further noted that the football team is often times the front door to Clemson even if someone is an alumnus or does not have a student attending the University. This is also why it is important for them to focus on the football program.

After the discussion of the project, Commissioner Khul shared that she will abstain on principle and that she supports what the University is trying to do and complimented the staff at Clemson University.

With no further questions, it was moved (Lynn), seconded (Batson), and voted to approve the Clemson University project as proposed. Commissioner abstained during voting process.

B.) The Citadel

i. FY 2014-15 Maintenance Needs

Mr. Glenn presented the project stating that The Citadel is requesting an increase in the budget of \$500,000 for their Maintenance Needs project that was initially approved by the Commission on October 27, 2014. He shared that the project was established to repair the exterior stucco finish and replace all windows & aluminum storefront system in Jenkins Hall. Mr. Glenn stated that the increase is due to higher bids than expected and that staff recommended approval of this project. Mr. Glenn noted that as the economy grows, we will see more of these types of requests because projects were started some time ago when the economy was low.

John Gardner from The Citadel shared that bid came in lower a year ago and that the overage is in the increased cost of the stucco over the past year.

With no further questions, it was moved (Parker), seconded (Kuhl), and voted to approve The Citadel project as proposed.

C.) Trident Technical College

i. Aeronautical Training Center

Mr. Glenn presented the project stating that the project is being brought back to the Committee because of the unusual process. He shared that the state has appropriated three separate amounts to provide support for the Aeronautical Center at Trident College. Mr. Glenn explained that the first amount was \$10,000,000 awarded from the Capital Reserve Fund in FY 2014-15. It was then followed up with \$20M awarded in the current year and an additional \$1,000,000 for materials inside the building totaling \$31,000,000 awarded from the state.

Mr. Glenn further shared that the process and policy is that if the state appropriates the money to do something, it is staff approved because it is already approved at a much higher level than we are and this is what happened with the \$10M. He continued by sharing that the difference is that the funds were not given to do the normal Phase I process. Mr. Glenn stated that Trident Technical College was given the funding to do the site preparation and has gone forward on the Building Phase even though the building was not yet designed. He shared that because the site work would include what the footprint would look like, and where the footprint would actually be, they were able to complete the site work with the \$10M provided by the state. Mr. Glenn shared that the work that is being done now is to do additional site work related to parking, the aircraft ramp system, and the building A&E which is the next phase in actually designing what will be above the ground. Mr. Glenn continued that the project to construct the Aeronautical Training Center at Trident Technical College will provide training in aircraft assembly, aircraft maintenance, avionics, new employee training, continuing education training for employee at Boeing and its suppliers, and training by readySC. Mr. Glenn further shared that the project will ultimately be a 215 square foot facility open to accommodate aircraft, large aircraft parts, and training aid; 25,000 square feet of shops, and 10,000 square feet of office and administrative space. The project will also provide infrastructure including roads, utilities, wetlands mitigation, information technology cabling, and parking. Mr. Glenn stated that existing space freed up will be repurposed to support anticipated growth in the automotive manufacturing basically associated with Volvo. The staff recommends approval.

Scott Poelker from Trident Technical College stated that the support from the counties and student tuition revenues will cover the additional operating cost.

With no further questions, it was moved (Batson), seconded (Phillips), and voted to approve the Trident Technical College project as proposed.

IV. Other Business

Mr. Glenn presented the Tuition and Fee Schedule for In-state and Out-of-State Undergraduate and Graduate Students. He stated that tuition increased approximately 3% and that the information recorded was received from the schools and presented as information.

Mr. Glenn also shared the List of Capital Projects & Leases processed by the Staff for June, July, and August, 2015.

Commissioner Temple asked Mr. Ed Patrick, Chief Financial Officer from South Carolina State University to give a brief update on the status at SC State University. Mr. Patrick stated that things are going well at the University and the enrollment had surpassed what they expected. He also stated that changes were made in salaries and some building were closed at this time to help reduce costs.

The committee thanked Mr. Patrick and affirmed CHE's support for SC State University as they continue to move forward.

With no further business, the meeting was adjourned at 10:40 a.m.

Respectfully submitted,

Yolanda L. Myers
Recorder

**Attachments are not included in this mailing but will be filed with the permanent record of these minutes and are available for review upon request.*

DESCRIPTION OF INTERIM CAPITAL PROJECT FOR CONSIDERATION

October 1, 2015

COASTAL CAROLINA UNIVERSITY

PROJECT NAME: Brooks Stadium Additions
REQUESTED ACTION: Establish Project
REQUESTED ACTION AMOUNT: \$19,000,000
INITIAL CHE APPROVAL DATE: N/A

<u>Source of Funds</u>	<u>Phase I (Site Work & Pre-Design)</u>	<u>Phase II (Construction)</u>	<u>Total Proposed Budget</u>
Renovation/Reserve Plant Expansion Fund	\$285,000	\$0	\$285,000
<i>Total</i>	<i>\$285,000</i>	<i>\$0</i>	<i>\$285,000</i>

DESCRIPTION:

The University requests approval to establish a project to begin Phase I for additions to Brooks Stadium. The majority of these additions will take place on the West Stands as the University plans to increase capacity for spectators. This will also include a suite level for this side of the stadium. To meet the overall increase of spectators, there will be an addition for fans related amenities through the stadium that include: restrooms, concessions, and ADA improvements to ensure compliance standards.

The additions are needed since the University recently accepted an offer to participate as an active member in the Sun Belt Conference. For football, an increase to seating capacity is needed to meet NCAA Football Bowl Subdivision requirements.

E&G MAINTENANCE NEEDS:

Maintenance needs will be funded through the Renovation/Reserve Plant Expansion Fund.

ANNUAL OPERATING COSTS/SAVINGS:

Utilities and supplies and personnel will require additional operating costs of \$62,500 in the first year, \$62,500 in the second year, and \$62,500 in the third year following project completion.

RECOMMENDATION:

Staff recommends approval of this project as proposed.

COASTAL CAROLINA UNIVERSITY

PROJECT NAME: Soccer Complex
REQUESTED ACTION: Establish Project
REQUESTED ACTION AMOUNT: \$5,000,000
INITIAL CHE APPROVAL DATE: N/A

<u>Source of Funds</u>	<u>Phase I (Site Work & Pre-Design)</u>	<u>Phase II (Building Construction)</u>	<u>Total Proposed Budget</u>
Institutional Capital Project Fund	\$75,000	\$0	\$75,000
<i>Total</i>	<i>\$75,000</i>	<i>\$0</i>	<i>\$75,000</i>

DESCRIPTION:

The University requests approval to establish a project to begin Phase I to construct a soccer complex that will include features for fans, media and players. Designs include creating a playing field for athletes, a main structure for fans and media, as well as a support facility. The support facility will include men’s and women’s locker rooms, meeting rooms, official’s locker room, public restrooms and concessions. In addition, proper lighting will be installed for night events as well as a parking lot for team buses and spectators. The new complex will be located on the East Campus, adjacent to the newly constructed Tennis Complex and practice facility.

The University has hosted NCAA soccer playoff events for our nationally ranked men’s soccer team, but could only accommodate about 500 spectators. This new complex will improve the current conditions of varsity men’s and women’s soccer team that is currently lacking support facilities due to property constraints. The University anticipate being a host site for a conference championship.

E&G MAINTENANCE NEEDS:

N/A

ANNUAL OPERATING COSTS/SAVINGS:

Utilities and supplies and personnel will require additional operating costs of \$64,900 in the first year, \$64,900 in the second year, and \$64,900 in the third year following project completion.

RECOMMENDATION:

Staff recommends approval of this project as proposed.

INFORMATION ITEM
FINAL BUDGET REPORT FOR 2014-15

SC Commission on Higher Education - Quarterly Budget Information Report, FY 2014-15											
Source	Activity	Expended in FY 2013-14	FY 2014-15 Budgeted					Expended Through		Balance	
			Salary & Fringe	Operating	Major Contracts	Flow- Through	Scholarships	Total	6/30/2015		Target
									Amount		% Expended
CHE Operating and Programs											
State	CHE General Administration - Personnel	1,525,693	1,846,897					1,846,897.32	1,536,773.24	83.2%	310,124
State	CHE General Administration - Personnel (Carryover)	31,066	114,953					114,953.00	114,952.60	100.0%	0
State	CHE General Administration - Operational Support	285,520		300,173				300,173.00	310,138.70	103.3%	-9,966
	CHE General Administration - Operational Support (Carryover)	74,038		74,038				74,038.00	74,038.00	100.0%	0
State	CHE General Administration (Carryover) (Search Committee Support)	7,026		7,500				7,500.00	3,249.54	43.3%	4,250
State	CHE LDS Continuation (Carryover)	88,953	32,295					32,295.00	2,712.78	8.4%	29,582
State	CHE General Administration (Carryover) (Building Security/Renovatio	150		12,000				12,000.00	7,449.98	62.1%	4,550
State	CHE General Administration (Carryover) (Data Security)	54,884	48,443	4,000				52,443.00	28,518.65	54.4%	23,924
State	CHE Professor of the Year (Carryover)	10,000						0.00	0.00	0.0%	0
State	CHE General Administration (Carryover)	0		247,323				247,323.46	0.00	0.0%	247,323
Lottery	Lottery Administration	203,852	217,078	42,922				260,000.00	180,496.81	69.4%	79,503
Lottery	Lottery Administration (Carryover)	3,887	56,148					56,148.27	56,148.27	100.0%	0
State	Licensing	47,016	47,972					47,971.68	47,971.68	100.0%	0
Revenue	Licensing	197,770	257,513					257,513.38	257,513.38	100.0%	0
Revenue	Licensing	38,720		48,814				48,813.62	48,813.62	100.0%	0
State	Education & Economic Development Act (EEDA)	1,159,153	207,087	123,868	849,621			1,180,576.00	1,169,211.53	99.0%	11,364
State	Education & Economic Development Act (EEDA) (Carryover)	12,830		21,423				21,423.18	21,423.18	100.0%	0
Revenue	Education & Economic Development Act (EEDA)	-						0.00	0.00	0.0%	0
EIA	Centers of Excellence (through SCDE to CHE per Proviso 1A.36)	887,526	38,165	6,945		1,092,416		1,137,526.00	1,137,526.00	100.0%	0
Federal	Improving Teacher Quality (ITQ)	925,908	24,466	29,897		822,516		876,879.00	538,184.21	61.4%	338,695
Federal	State Approving Agency (Veterans Education & Training)	272,495	259,472	39,208				298,680.00	266,781.57	89.3%	31,898
State	GEAR UP	177,201			177,201			177,201.00	177,201.00	100.0%	0
Federal	GEAR UP	2,711,780	271,713	111,445	272,151	3,586,927		4,242,236.66	4,129,179.27	97.3%	113,057
Revenue	College Goal Sunday	34,902		35,000				35,000.00	18,498.14	52.9%	16,502
Federal	College Access Challenge Grant	1,217,148	36,582	49,700	161,235	266,108	629,854	1,143,479.34	1,143,479.34	100.0%	0
	Subtotal	9,967,517	3,458,785	1,154,257	1,460,208	5,767,967	629,854	12,471,070.91	11,270,261.49	90.4%	1,200,809

Other Agencies and Entities											
State	State Electronic Library (PASCAL) - CHE Operating Support	17,919		17,919			17,919.00	17,919.00	100.0%	0	
State	State Electronic Library (PASCAL)	146,370			146,370		146,370.00	146,370.00	100.0%	0	
Revenue	State Electronic Library (PASCAL)	2,277,438			2,686,577		2,686,577.00	2,333,246.75	86.8%	353,330	
Lottery	State Electronic Library (PASCAL) ⁶				1,500,000		1,500,000.00	0.00	0.0%	1,500,000	
Lottery	State Electronic Library (PASCAL) (Carryover)	1,118,159			1,672,355		1,672,355.00	240,674.80	14.4%	1,431,680	
Trust	SmartState® Administration (CHE Support) ¹	298,562	125,337	459,947			585,284.00	235,214.78	40.2%	350,069	
Trust	SmartState Administration (Institution Support) ¹	300,000			300,000		300,000.00	300,000.00	100.0%	0	
Trust	SmartState State Matching Funds ¹	9,031,004			6,520,938		6,520,938.00	6,520,938.00	100.0%	0	
State	Univ. Center of Greenville - Greenville Technical College	594,390			594,390		594,390.00	594,390.00	100.0%	0	
State	Univ. Center of Greenville - Operations	1,084,899			1,084,899		1,084,899.00	1,084,899.00	100.0%	0	
State	Univ. Center of Greenville - Infrastructure Dev. (Proviso 118.17)	200,000					0.00	0.00	0.0%	0	
State	Lowcountry Graduate Center	785,099			785,099		785,099.00	785,099.00	100.0%	0	
Other	Lowcountry Graduate Center (nonrecurring - Proviso 118.16)				300,000		300,000.00	300,000.00	100.0%	0	
State	Academic Endowment	160,592			160,592		160,592.00	160,592.00	100.0%	0	
State	EPSCoR	161,314			161,314		161,314.00	161,314.00	100.0%	0	
State	Performance Funding (Distributed per Proviso 11.7)									0	
State	EPSCoR	1,118,016			1,118,016		1,118,016.00	1,118,016.00	100.0%	0	
State	SC State University	279,504			279,504		279,504.00	279,504.00	100.0%	0	
State	African American Loan Program (Distributed per Proviso 11.3)									0	
State	SC State University	87,924			87,924		87,924.00	87,924.00	100.0%	0	
State	Benedict College	-			31,376		31,376.00	31,376.00	100.0%	0	
State	Benedict College (Carryover)	-			31,376		31,376.00	31,376.00	100.0%	0	
Other	Child Abuse Medical Response Program (Nonrecurring - Proviso 118.16)				225,000		225,000.00	225,000.00	100.0%	0	
Lottery	Proviso 3.5 - Allocations for So. Methodist, Coker, and Clinton	-			227,799		227,798.58	227,798.58	100.0%	0	
Lottery	2-Yr & 4-Yr Public Institutions Lottery Technology	9,576,816			7,395,202		7,395,201.67	7,395,201.67	100.0%	0	
Lottery	2-Yr & 4-Yr Public Institutions Lottery Technology (Carryover)				1,465,255		1,465,255.00	1,465,255.00	100.0%	0	
Lottery	Public 4-Yr & 2-Yr Institutions -- Maintenance Needs ²	22,584,883			4,227,500		4,227,500.08	4,227,500.08	100.0%	0	
Lottery	Higher Education Excellence Enhancement Program (HEEEP)	3,978,053			4,307,095		4,307,095.38	4,307,095.38	100.0%	0	
EIA	Teacher Recruitment (to CHE through SCDE & Distributed per Proviso 1A.8)									0	
EIA	CERRA	3,904,045			3,904,045		3,904,045.00	3,904,045.00	100.0%	0	
EIA	SC State Univ. PRRMT	339,482			339,482		339,482.00	339,482.00	100.0%	0	
Subtotal		58,044,468	125,337	477,866	0	39,552,108	0	40,155,310.71	36,520,231.04	90.9%	3,635,080

State-Supported Student Scholarship and Grant Programs											
State	SREB Contract Program & Assessments	3,407,600					3,667,610	3,667,610.00	3,582,300.00	97.7%	85,310
State	SREB Contract Program & Assessments (Carryover)	147,400					102,150	102,150.00	102,150.00	100.0%	0
State	SREB Arts Program (NC School for the Arts)	7,177					7,177	7,177.00	0.00	0.0%	7,177
State	LIFE Scholarships	59,754,048					48,856,393	48,856,393.00	48,856,393.00	100.0%	0
Lottery	LIFE Scholarships	117,685,570					140,564,027	140,564,027.00	137,709,961.37	98.0%	2,854,066
Lottery	LIFE Scholarships (Carryover)	3,055,620					189,363	189,363.35	189,363.35	100.0%	0
State	Palmetto Fellows - Educational Endowment ³	12,000,000					12,000,000	12,000,000.00	12,000,000.00	100.0%	0
State	Palmetto Fellows Scholarships	8,439,310					8,439,310	8,439,310.00	8,439,310.00	100.0%	0
Lottery	Palmetto Fellows Scholarships	34,265,134					37,648,288	37,648,288.00	36,864,101.72	97.9%	784,186
Lottery	Palmetto Fellows Scholarships (Carryover)	778,343					2,646	2,646.25	2,646.25	100.0%	0
State	HOPE Scholarships	231,727					231,727	231,727.00	231,727.00	100.0%	0
Lottery	HOPE Scholarships	7,462,527					8,476,245	8,476,245.00	8,398,911.68	99.1%	77,333
Lottery	HOPE Scholarships (Carryover)	931,877					317,329	317,328.94	317,328.94	100.0%	0
State	Need-based Grants - Educational Endowment ³	12,000,000					12,000,000	12,000,000.00	12,000,000.00	100.0%	0
State	Charleston Transition Connection - Need-based Grants	179,178					178,857	178,857.00	178,857.00	100.0%	0
State	Need-based Grants						321	321.00	321.00	100.0%	0
Other	Need-based Grants (Non-recurring - Proviso 118.16)						2,600,000	2,600,000.00	2,600,000.00	100.0%	0
Lottery	Need-based Grants	11,631,392					13,000,000	13,000,000.00	10,849,311.22	83.5%	2,150,689
Lottery	Need-based Grants (Carryover)	1,302,791					1,368,608	1,368,607.95	1,368,607.95	100.0%	0
Lottery	Summer Semester Eligibility						1,718,902	1,718,902.00	436,095.74	25.4%	1,282,806
Lottery	Lottery Tuition Assistance (LTA) ⁴	1,517,201					2,455,000	2,455,000.00	2,139,125.70	87.1%	315,874
Lottery	Lottery Tuition Assistance (LTA) ⁴ (Carryover)	1,041,455					937,799	937,798.88	937,798.88	100.0%	0
State	National Guard College Assistance Program	89,930	89,968					89,968.00	89,968.00	100.0%	0
State	National Guard College Assistance Program (Carryover)		38					37.86	37.86	100.0%	0
Lottery	National Guard College Assistance Program	2,446,333					4,545,000	4,545,000.00	1,013,697.67	22.3%	3,531,302
Lottery	National Guard College Assistance Program (Carryover)						2,098,667	2,098,666.54	2,098,666.54	100.0%	0
Trust	National Guard Loan Repayment Trust ⁵	333,192					7,162	7,161.76	7,161.76	100.0%	0
Trust	DAYCO Scholarship ⁵	-					4,280	4,280.00	4,280.00	100.0%	0
Subtotal		278,707,806	90,006	0	0	0	301,416,861	301,506,866.53	290,418,122.63	96.3%	11,088,744
Grand Total All Funds and Programs		346,719,791	3,674,128	1,632,123	1,460,208	45,320,075	302,046,715	354,133,248.15	338,208,615.16	95.5%	15,924,633
State		103,739,580	2,191,924	441,960	1,026,822	4,449,484	85,381,395	93,491,585	93,087,575.15	99.6%	404,010
State Carryover		426,347	195,729	366,285	0	31,376	102,150	695,540	385,908.59	55.5%	309,631
Other - Non-recurring		0	0	0	0	525,000	2,600,000	3,125,000	3,125,000.00	100.0%	0
Revenue		2,548,830	257,513	83,814	0	2,686,577	0	3,027,904	2,658,071.89	87.8%	369,832
Lottery		211,351,762	217,078	42,922	0	17,657,596	208,407,462	226,325,058	213,749,297.62	94.4%	12,575,760
Lottery Carryover		8,232,132	56,148	0	0	3,137,610	4,914,412	8,108,170	6,676,489.98	82.3%	1,431,680
SmartState		9,629,566	125,337	459,947	0	6,820,938	0	7,406,222	7,056,152.78	95.3%	350,069
National Guard Trust / DAYCO Trust		333,192	0	0	0	0	11,442	11,442	11,441.76	100.0%	0
EIA		5,131,053	38,165	6,945	0	5,335,943	0	5,381,053	5,381,053.00	100.0%	0
Federal		5,127,331	592,233	230,251	433,386	4,675,551	629,854	6,561,275	6,077,624.39	92.6%	483,651

- Notes:
- 1) Funds represent administrative support authorization included in the FY 2014-15 Appropriation Act. SmartState matching funds are added as endowed chair's matches are perfected. No new funds have been appropriated for SmartState since FY 2008-09. \$6,520,938 in additional support for matched awards was received and disbursed in February, 2015.
 - 2) Per FY 2014-15 Proviso 3.5, \$1,012,438.10 was transferred from CHE to SBTC for Critical Equipment Repair and Replacement. The original allocation of \$2M was reduced relative to actual lottery proceeds (~50.62% of proposed). The authorized (budgeted) amount has been adjusted to reflect the transfer.
 - 3) The Education Endowment was initially established with Barnwell Nuclear Fee Revenues but is now supported solely with State General Funds. Per SC Code of Laws, Section 48-46-30(F), the Endowment is to be funded at least at the 1999-2000 levels. Higher education funds from the endowment are divided per statute equally between Palmetto Fellows and Need-Based Grants.
 - 4) CHE and the Technical College System Office share administrative responsibilities for LTA. As of a proviso change effective with FY 2011-12, the appropriation for LTA is shared between CHE and the SC Technical College System Office. The CHE portion supports LTA grants at USC 2-Yr Campuses and Spartanburg Methodist College (Independent 2-Yr).
 - 5) The National Guard Trust and Dayco Scholarships are budgeted as awards are made.
 - 6) PASCAL was to receive \$1.5M from Additional Unclaimed Prize Funds from the Lottery if that funding became available. The funding was realized in April, 2015 and added to the current year authorization.

BEGINNING BUDGET REPORT FOR FY 2015-16

SC Commission on Higher Education - Quarterly Budget Information Report, FY 2015-16											
Source	Activity	Expended in FY 2014-15	FY 2015-16 Budgeted					Expended Through		Balance	
			Salary & Fringe	Operating	Major Contracts	Flow-Through	Scholarships	Total	7/1/2015		Target
									Amount		% Expended
CHE Operating and Programs											
State	CHE General Administration - Personnel	1,536,773.24	1,846,897					1,846,897.00	0.00	0.0%	1,846,897
State	CHE General Administration - Personnel (Carryover)	114,952.60	57,477					57,476.50	0.00	0.0%	57,477
State	CHE General Administration - Operational Support	310,138.70		285,520				285,520.00	0.00	0.0%	285,520
State	CHE General Administration - Operational Support (Carryover)	84,200.76		98,657				98,657.00	0.00	0.0%	98,657
State	CHE General Administration (Carryover) (Search Committee Support)	3,249.54		60,000				60,000.00	0.00	0.0%	60,000
State	CHE General Administration (Carryover) (Data Security)	28,518.65	48,443	4,000				52,443.00	0.00	0.0%	52,443
State	CHE Professor of the Year (Carryover)	-						0.00	0.00	0.0%	0
State	CHE General Administration (Carryover)	-		341,213				341,212.79	0.00	0.0%	341,213
Lottery	Lottery Administration	180,496.81	295,078	49,922				345,000.00	0.00	0.0%	345,000
Lottery	Lottery Administration (Carryover)	56,148.27	79,503					79,503.19	0.00	0.0%	79,503
State	Licensing	47,971.68	47,972					47,972.00	0.00	0.0%	47,972
Revenue	Licensing	257,513.38	257,513					257,513.00	0.00	0.0%	257,513
Revenue	Licensing	48,813.62		48,814				48,814.00	0.00	0.0%	48,814
State	Education & Economic Development Act (EEDA)	1,169,211.53	207,087	443,489	530,000			1,180,576.00	0.00	0.0%	1,180,576
State	Education & Economic Development Act (EEDA) (Carryover)	21,423.18		11,364				11,364.47	0.00	0.0%	11,364
EIA	Centers of Excellence ¹	1,137,526.00	30,732	49,294		1,057,500		1,137,526.00	0.00	0.0%	1,137,526
Federal	Improving Teacher Quality	538,184.21	20,488	25,482		707,872		753,842.00	0.00	0.0%	753,842
Federal	State Approving Agency (Veterans Education & Training)	266,781.57	253,066	55,747				308,813.00	0.00	0.0%	308,813
State	GEAR UP	177,201.00			177,201			177,201.00	0.00	0.0%	177,201
Federal	GEAR UP	4,129,179.27	271,713	111,445	272,151	3,011,868		3,667,177.00	0.00	0.0%	3,667,177
Revenue	College Goal Sunday	18,498.14		41,000				41,000.00	0.00	0.0%	41,000
Federal	College Access Challenge Grant	1,143,479.34						0.00	0.00	0.0%	0
Subtotal		11,270,261.49	3,415,969	1,625,947	979,352	4,777,240	0	10,798,507.95	0.00	0.0%	10,798,508

Other Agencies and Entities											
State	State Electronic Library (PASCAL) - CHE Operating Support	17,919.00		17,919				17,919.00	0.00	0.0%	17,919
State	State Electronic Library (PASCAL)	146,370.00				146,370		146,370.00	0.00	0.0%	146,370
Revenue	State Electronic Library (PASCAL)	2,333,246.75				3,186,577		3,186,577.00	0.00	0.0%	3,186,577
Lottery	State Electronic Library (PASCAL) (Carryover)	240,674.80				2,931,680		2,931,680.20	0.00	0.0%	2,931,680
Trust	SmartState® Administration (CHE Support) ²	235,214.78	125,337	459,947				585,284.00	0.00	0.0%	585,284
Trust	SmartState Administration (Institution Support) ²	300,000.00				300,000		300,000.00	0.00	0.0%	300,000
Trust	SmartState State Matching Funds ²	6,520,938.00						0.00	0.00	0.0%	0
State	Univ. Ctr of Greenville - Greenville Technical College	594,390.00				594,390		594,390.00	0.00	0.0%	594,390
State	Univ. Ctr of Greenville - Operations	1,084,899.00				1,084,899		1,084,899.00	0.00	0.0%	1,084,899
State	Univ. Ctr of Greenville - Infrastructure Dev. (FY 2015-16 Proviso 118.1)	-						0.00	0.00	0.0%	0
State	Lowcountry Graduate Center ³	785,099.00						0.00	0.00	0.0%	0
Other	Lowcountry Graduate Center (FY 2014-15 Proviso 118.16) ³	300,000.00						0.00	0.00	0.0%	0
State	Academic Endowment	160,592.00				160,592		160,592.00	0.00	0.0%	160,592
State	EPSCoR	161,314.00				161,314		161,314.00	0.00	0.0%	161,314
State	Performance Funding (FY 2015-16 Proviso 11.7)										0
State	EPSCoR	1,118,016.00				1,118,016		1,118,016.00	0.00	0.0%	1,118,016
State	SC State University	279,504.00				279,504		279,504.00	0.00	0.0%	279,504
State	African American Loan Program (FY 2015-16 Proviso 11.3)										
State	SC State University	87,924.00				87,924		87,924.00	0.00	0.0%	87,924
State	Benedict College	31,376.00				31,376		31,376.00	0.00	0.0%	31,376
State	Benedict College (Carryover)	31,376.00						0.00	0.00	0.0%	0
Other	Child Abuse Medical Response Program (FY 2014-15 Proviso 118.16)	225,000.00						0.00			
Lottery	Alloc. for So. Methodist, Coker, and Clinton (FY 2015-16 Proviso 3.5)	227,798.58				0		0.00	0.00	0.0%	0
Lottery	2-Yr & 4-Yr Public Institutions Lottery Technology	7,395,201.67				TBD		0.00	0.00	0.0%	0
Lottery	2-Yr & 4-Yr Public Institutions Lottery Technology (Carryover)	1,465,255.00						0.00	0.00	0.0%	0
Lottery	Public 4-Yr & 2-Yr Institutions -- Maintenance Needs	4,227,500.08				0		0.00	0.00	0.0%	0
Lottery	Higher Education Excellence Enhancement Program (HEEEP)	4,307,095.38				2,950,000		2,950,000.00	0.00	0.0%	2,950,000
EIA	Teacher Recruitment (through SCDE per FY 2015-16 Proviso 1A.8)										
EIA	CERRA	3,904,045.00				3,904,045		3,904,045.00	0.00	0.0%	3,904,045
EIA	SC State Univ. PRRMT	339,482.00				339,482		339,482.00	0.00	0.0%	339,482
Subtotal		36,520,231.04	125,337	477,866	0	17,276,169	0	17,879,372.20	0.00	0.0%	17,879,372

State-Supported Student Scholarship and Grant Programs											
State	SREB Contract Program & Assessments	3,582,300.00				3,856,427	3,856,427.00	0.00	0.0%	3,856,427	
State	SREB Contract Program & Assessments (Carryover)	102,150.00				92,487	92,487.00	0.00	0.0%	92,487	
State	LIFE Scholarships	48,856,393.00				24,329,882	24,329,882.00	0.00	0.0%	24,329,882	
Lottery	LIFE Scholarships	137,709,961.37				171,551,844	171,551,844.00	0.00	0.0%	171,551,844	
Lottery	LIFE Scholarships (Carryover)	189,363.35				4,224,372	4,224,371.89	0.00	0.0%	4,224,372	
State	Palmetto Fellows - Educational Endowment ⁵	12,000,000.00				12,000,000	12,000,000.00	0.00	0.0%	12,000,000	
State	Palmetto Fellows Scholarships	8,439,310.00				8,439,310	8,439,310.00	0.00	0.0%	8,439,310	
Lottery	Palmetto Fellows Scholarships	36,864,101.72				38,691,990	38,691,990.00	0.00	0.0%	38,691,990	
Lottery	Palmetto Fellows Scholarships (Carryover)	2,646.25				696,686	696,686.28	0.00	0.0%	696,686	
State	HOPE Scholarships	231,727.00				231,727	231,727.00	0.00	0.0%	231,727	
Lottery	HOPE Scholarships	8,398,911.68				8,565,373	8,565,373.00	0.00	0.0%	8,565,373	
Lottery	HOPE Scholarships (Carryover)	317,328.94				77,333	77,333.32	0.00	0.0%	77,333	
State	Need-based Grants - Educational Endowment ⁵	12,000,000.00				12,000,000	12,000,000.00	0.00	0.0%	12,000,000	
State	Need-based Grants - CTC	178,857.00				179,178	179,178.00	0.00	0.0%	179,178	
State	Need-based Grants	321.00				0	0.00	0.00	0.0%	0	
State	Need-based Grants (FY 2015-16 Proviso 118.14)					0	0.00	0.00	0.0%	0	
Lottery	Need-based Grants	10,849,311.22				13,000,000	13,000,000.00	0.00	0.0%	13,000,000	
Lottery	Need-based Grants (Supplemental Appropriations Act)	2,600,000.00				2,600,000	2,600,000.00	0.00	0.0%	2,600,000	
Lottery	Need-based Grants (Carryover)	1,368,607.95				2,150,689	2,150,688.78	0.00	0.0%	2,150,689	
Lottery	Summer Semester Eligibility ⁶	436,095.74					0.00	0.00	0.0%	0	
Lottery	Lottery Tuition Assistance (LTA) ⁷	2,139,125.70				3,195,000	3,195,000.00	0.00	0.0%	3,195,000	
Lottery	Lottery Tuition Assistance (LTA) (Carryover)	937,798.88				315,874	315,874.30	0.00	0.0%	315,874	
State	National Guard College Assistance Program	89,968.00	82,414	7,554			89,968.00	0.00	0.0%	89,968	
State	National Guard College Assistance Program (Carryover)	37.86					0.00	0.00	0.0%	0	
Lottery	National Guard College Assistance Program	1,013,697.67	52,854	21,844		4,470,302	4,545,000.00	0.00	0.0%	4,545,000	
Lottery	National Guard College Assistance Program (Carryover)	2,098,666.54				531,302	531,302.33	0.00	0.0%	531,302	
Trust	National Guard Loan Repayment Trust ⁸	7,161.76				0	0.00	0.00	0.0%	0	
Trust	Veteran Tuition Differential Reimbursement Fund	-					0.00	0.00	0.0%	0	
Trust	DAYCO Scholarship ⁹	4,280.00				0	0.00	0.00	0.0%	0	
Subtotal		290,418,122.63	135,268	29,398	0	0	311,199,777	311,364,442.90	0.00	0.0%	311,364,443
Grand Total All Funds and Programs		338,208,615.16	3,676,574	2,133,211	979,352	22,053,409	311,199,777	340,042,323.05	0.00	0.0%	340,042,323

State	93,087,575.15	2,184,370	754,482	707,201	3,664,385	61,036,524	68,346,962.00	-	0.0%	68,346,962
Other - Non-recurring	3,125,000.00	-	-	-	-	-	-	-	0.0%	2,600,000
State Carryover	385,908.59	105,920	515,234	-	-	92,487	713,640.76	-	0.0%	713,641
Revenue	2,658,071.89	257,513	89,814	-	3,186,577	-	3,533,904.00	-	0.0%	3,533,904
Lottery	213,749,297.62	347,932	71,766	-	2,950,000	242,074,509	245,444,207.00	-	0.0%	242,844,207
Lottery Carryover	6,676,489.98	79,503	-	-	2,931,680	7,996,257	11,007,440.29	-	0.0%	11,007,440
SmartState	7,056,152.78	125,337	459,947	-	300,000	-	885,284.00	-	0.0%	885,284
National Guard Trust / DAYCO Trust	11,441.76	-	-	-	-	-	-	-	0.0%	-
EIA	5,381,053.00	30,732	49,294	-	5,301,027	-	5,381,053.00	-	0.0%	5,381,053
Federal	6,077,624.39	545,267	192,674	272,151	3,719,740	-	4,729,832.00	-	0.0%	4,729,832

Notes:

- 1) Education Improvement Act funds are appropriated to SCDE and transferred to CHE. Contracts provided to colleges & universities to design programs focussing on teacher training are governed under 59-103-140. Additionally, FY 2015-16 Proviso 1A.33 directs \$350,000 to Francia Marion University to prepare teachers of children of poverty.
- 2) Funds represent administrative support authorization included in the FY 2015-16 Appropriation Act. SmartState matching funds are added as endowed chair's matches are perfected. No new funds have been appropriated for SmartState since FY 2008-09.
- 3) Funding for the Lowcountry Graduate Center was move to the College of Charleston in FY 2015-16.
- 4) Funding limited to Coker and Clinton in FY 2015-16 per Proviso 3.5.
- 5) The Education Endowment was initially established with Barnwell Nuclear Fee Revenues but is now supported solely with State General Funds. Per SC Code of Laws, Section 48-46-30(F), the Endowment is funded at least at the 1999-2000 levels. By statute, higher education funds from the endowment are divided equally between Palmetto Fellows and Need-Based Grants.
- 6) CHE and the Technical College System Office share administrative responsibilities for LTA. The appropriation for LTA is shared between CHE and the SC Technical College System Office. The CHE portion supports LTA grants at USC 2-Yr Campuses and Spartanburg Methodist College (Independent 2-Yr).
- 7) Summer Semester Eligibility combined with LIFE in FY 2015-16
- 8) The National Guard Loan Repayment Trust was depleted in FY 2014-15. Dayco Scholarships are budgeted as awards are made.
- 9) Dayco Scholarships are budgeted as awards are made.

INFORMATION ITEM

Capital Projects & Leases Processed by Staff								
September 2015								
Date Approved	Project #	Institution	Project Name	Action Category	Budget Change	Revised Budget	Original Approval Date	Revised Building Condition Survey With Close-out
Maintenance Needs Projects using FY 2014-15 Lottery Allocation and Match								
Routine Staff Approvals								
8/21/2015	6093	Tri-County Tech	Pendleton Campus Student Success Center/Central Plant	increase budget	\$43,376,000	\$44,000,000	4/4/2014	-
9/11/2015	9926	Clemson University	East Campus Water Tower Construction	increase budget	\$70,000	\$3,500,000	6/4/2015	-
9/15/2015	9545	USC Aiken	Pedestrian Bridge Construction	decrease budget	(\$1,240,000)	\$1,560,000	10/20/2009	-
9/23/2015	New	Florence-Darlington Tech	Academic and Workforce Development Building ¹	establish project	\$0	\$1,000,000	9/23/2015	-
9/23/2015	New	Spartanburg Community College	Composite Manufacturing Training Center ¹	establish project	\$0	\$1,000,000	9/23/2015	-
Close-Outs								
¹ Project is funded with Appropriated funds from Proviso 118.14. These funds supersede CHE approval authority; therefore, the project is staff approved.								

Leases Processed by Staff						
September 2015						
Date Approved	Action	Institution	Project Name	Purpose/Additional Info	Rates	Term
9/22/2015	Renewal	MUSC	Cannon Park Place	This lease is for 949 square feet of office space. The Medical University has occupied this space since 2007 under the University Medical Associates of the Medical University of South Carolina master lease agreement.	Cost per square foot: \$25.75; Annual Lease cost: \$24,436.75; Lease Term: 4 Terms, 1 Year Each ; Total Lease Cost:\$128,437.66	11/1/2015-10/31/2015