

MINUTES
COMMITTEE ON FINANCE AND FACILITIES
DECEMBER 19, 2016
9:45 A.M.
VIA TELECONFERENCE
MAIN CONFERENCE ROOM
SOUTH CAROLINA COMMISSION ON HIGHER EDUCATION
1122 LADY STREET, SUITE 300
COLUMBIA, SC 29201

Committee Members Present

Commissioner Dianne Kuhl, Chair via phone
Commissioner Ken Kirkland via phone
Commissioner Paul Batson via phone
Commissioner Louis Lynn via phone
Commissioner Kim Phillips via phone

Mr. Rick Kelly
Mr. Edward Patrick
Ms. Carol Routh
Ms. Helen Zeigler

Staff Present

Mr. Gary Glenn
Ms. Carrie Eberly
Ms. Sarah Hearn
Dr. John Lane
Ms. Yolanda Myers
Mr. Morgan O'Donnell

Guests Present

Chairman Tim Hofferth via phone
Commissioner Allison Dean Love via phone
Commissioner Bettie Rose Horne via phone
Commissioner Devron Edwards via phone
Commissioner Terrye Seckinger via phone
Ms. Amber Barnes
Ms. Beth Bell

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 Kuhl called the meeting to order at 9:45 a.m. Ms. Myers introduced guests in attendance.

The following matter was considered:

II. Approval of Financial Guideline

Commissioner Kuhl began the meeting by posing a question, "How much upfront investment does the Commission want for ancillary and auxiliary projects?" She suggested that this information be included in the financial indicator matrix packet that has been requested from each institution. The requested information will assist the committee in making a recommendation for these types of capital projects. Commissioner Kuhl suggested that discussion begin at 50%, then opened the floor for discussion.

Commissioner Batson began by asking for a clear definition of ancillaries and auxiliaries. Mr. Gary Glenn stated that auxiliaries are self-sustaining projects that generate its own revenue, and support its

own expenses. He stated that the ancillary activity is not a core function (E&G), and is primarily paid with student fees with a small portion paid from the revenues generated from the activity.

Mr. Glenn stated that upon making request for project approvals, institutions should distinguish whether their projects are auxiliary, ancillary and/or E&G.

Members of the committee discussed whether 50% upfront investment would discourage project requests. It was shared that because it is a recommendation, institutions can present projects at different funding levels but must be prepared to defend projects that are significantly lower than 50%.

After the discussion, it was recommended that institutions provide at least 50% upfront investment when requesting approvals for auxiliary and ancillary projects.

With no further questions, it was moved (Phillips), seconded (Kirkland) and voted to approve the recommendation that institutions should provide 50% upfront investment when requesting auxiliary and ancillary projects approvals.

With no further business, Commissioner Kuhl adjourned the meeting at 10:33 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.*