



# South Carolina Commission on Higher Education

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**TO:** Chairman John L. Finan and Members, Commission on Higher Education

**FROM:** Mr. Bill Scarborough, Chair, and Members of the Committee on Finance & Facilities

**SUBJECT:** Items for Consideration on January 3

**DATE:** December 28, 2012

Attached are items for your review and consideration at the January 3 Commission meeting. Please note the Committee on Finance and Facilities has not yet acted on these items but is scheduled to review and develop recommendations at its meeting scheduled for 10:00 a.m. on January 3. The Committee will bring its recommendations to the Commission for consideration at the Commission meeting. The CHE Quarterly Budget Report and the list of staff recommendations are included for your information.

If you have any questions about a particular item, or if you need additional information, please contact Gary Glenn at (803) 737-2155.

## **7.04A Interim Capital Project**

- A. University of South Carolina Columbia
  - i. Coker Seventh Floor Laboratory Renovation  
*- establish project*

## **7.04B Consideration of an amended FY2013-14 Budget Request for the SC National Guard College Assistance Program (SC NGCAP)**

## **7.04C Quarterly Budget Report (For Information, No Action Required)**

## **7.04D List of Capital Projects & Leases Processed by Staff for December 2012 (For Information, No Action Required)**

**DESCRIPTION OF INTERIM CAPITAL PROJECT FOR CONSIDERATION**

November 1, 2012

**UNIVERSITY OF SOUTH CAROLINA COLUMBIA**

**PROJECT NAME:** Coker Seventh Floor Laboratory Renovation  
**REQUESTED ACTION:** Establish Project  
**REQUESTED ACTION AMOUNT:** \$1,150,000  
**INITIAL CHE APPROVAL DATE:** N/A

<b><u>Source of Funds</u></b>	<b><u>Phase I (Pre-Design)</u></b>	<b><u>Phase II (Construction)</u></b>	<b><u>Total Proposed Budget</u></b>
Institutional Funds	-	-	\$1,150,000
<b><i>Total</i></b>	-	-	<b><i>\$1,150,000</i></b>

**DESCRIPTION:**

The University requests approval to establish a project to renovate a portion of the seventh floor of Coker Life Sciences for the College of Pharmacy to house the SmartState Chair in Translational Cancer Therapeutics. The renovation creates office space and laboratories. Work includes mechanical/electrical/plumbing upgrades, new partitions, new finishes, and laboratory casework.

This project was not included in the institution's FY 2012-13 CPIP year one because originally it was not anticipated that the work would require the establishment of a Permanent Improvement Project (PIP). During development of construction documents it was determined that the budget would exceed the \$1M PIP threshold.

**E&G MAINTENANCE NEEDS REDUCTION:**

The project will alleviate a portion of the \$11,349,465 in existing maintenance needs.

**ANNUAL OPERATING COSTS/SAVINGS:**

The project is not expected to generate additional operating costs at this time.

**RECOMMENDATION:**

Staff recommends approval of this project as proposed.

## **CHE BUDGET REQUESTS & PRIORITIES, FY 2013-14**

### **Consideration of an amended FY2013-14 Budget Request for the SC National Guard College Assistance Program (SC NGCAP)**

#### **Background**

Due to the number of participants this fall and the current level of available program funds, the South Carolina National Guard College Assistance Program (SCNG CAP) reached its capacity for FY 2012-13 during the Fall 2012 semester. As a result, program funds are not available in FY 2012-13 for eligible participants during the Spring 2013 semester.

Based on the review at this time of the funding situation with respect to recruiting goals of the SC National Guard, SC Commission on Higher Education (CHE) staff working with SC National Guard staff are recommending an increase in program funds for FY 2013-14 as outlined below. The recommended program increase of \$2,854,000 is anticipated to enable annual participation at similar levels of recent years. In the upcoming months, CHE staff will continue to work closely with the SC National Guard in considering the program's future and on-going needs to best support the Guard in meeting its recruitment and education goals. CHE and Guard staff will be re-evaluating also the eligibility selection criteria for the program to ensure that it best maximizes the available program funding.

SCNG CAP provides incentives for enlisting or remaining for a specified time in either the SC Army or Air National Guard (SCNG) by offering undergraduate college financial assistance to members of the SC Army and Air National Guard. SCNG CAP was started in 2007 and replaced a former college loan repayment program for Guard members that had been in effect since 2001 and was closed to new participants and phased-out as obligations to enrolled participants were met. A recipient of SCNG CAP shall not qualify for college assistance program benefits for more than one hundred thirty (130) semester hours or related quarter hours from the time of initial eligibility into the SCNG CAP. The cumulative total of all SCNG CAP benefits received may not exceed eighteen thousand dollars (\$18,000). SCNG CAP is awarded on an annual basis. Eligible Army Guard members may receive up to \$4,500 per year and eligible Air Guard members may receive up to \$9,000 per year not to exceed the cost of attendance as defined by Title IV regulation or the cumulative program limits. Benefits are available for eligible members attending eligible two- and four- year public and independent institutions and subject to the availability of appropriated funds.

SCNG CAP is administered by CHE in collaboration and consultation with the SC National Guard and has been quite successful in supporting goals of the Guard and assisting members in furthering their education. Participation has grown rapidly since the program's inception with 394 awards and just under \$1 million in FY 2007-08 to 1,203 awards and \$3.85 million in FY 2011-12. Currently in Fall 2012, 944 Army and Air National Guard members are participating in the program with approximately \$2,192,615 awarded. As of September 20, 2012, there were 2,789 Army and Air National Guard members eligible for the program based on the current regulations.

The General Assembly has generously supported the program since its passage. Appropriations for the SCNG CAP have included \$3 million in FY 2007-08 (\$1.7M in lottery funds and \$1.3M in one-time, nonrecurring funds) and \$1.7M (lottery) from FY 2008-09 to the current fiscal year, FY 2012-13. In addition, funds from the former loan repayment program that were not needed in meeting loan repayment obligations were redirected to SCNG CAP. Due to the availability of the additional funds

redirected from the former loan repayment program and given the severe fiscal constraints with the Great Recession, increases in SCNG CAP have not been requested in recent years. Additional funds from the loan repayment program that were redirected to SCNG CAP have been depleted as of Fall 2012.

SCNG CAP received \$89,868 in General Funds and \$1,700,000 in S.C. Education Lottery Funds in FY 2012-13. To meet the SCNG CAP goals, additional Lottery funding of \$2,854,000 is requested for FY 2013-14. The additional funds will enable annual participation at similar levels to that of Fall 2012. The request is estimated based on the Guard recruiting 750 Army Guard members and 131 Air Guard members. The requested increase in funding will bring the total program funding to \$4,643,868 (\$89,868 level funding from General Funds and \$4,554,000 requested lottery funding).

**RECOMMENDATION:**

Staff recommends that the Finance and Facilities Committee commend favorably to the Commission amending the agency's FY 2013-14 budget requests to include the addition of the request for increased funding for the SCNG CAP as outlined above.

Source	Activity	Expended in FY 2011-12	FY 2012-13 Budgeted					Expended Through		
			Salary & Fringe	Operating	Major Contracts	Flow-Through	Scholarships	Total	12/19/2012	
									Amount	% Expended
<b>CHE Operating and Programs</b>										
State	CHE General Administration	1,745,123	1,628,064	294,083				1,922,147	757,583	39.4%
State	CHE General Administration (Carryover)			128,532				128,532	5,628	4.4%
Lottery	Lottery Administration	254,742	239,455	20,545				260,000	139,291	53.6%
Lottery	Lottery Administration (Carryover)			5,258				5,258	5,258	100.0%
State	Licensing	58,531	47,031					47,031	23,516	50.0%
Revenue	Licensing	205,819	181,466	39,861				221,327	113,046	51.1%
State	Education & Economic Development Act (EEDA)	1,168,936	237,945	25,837	916,794			1,180,576	750,393	63.6%
State	Education & Economic Development Act (EEDA) (Carryover)				11,640			11,640	11,640	100.0%
Revenue	Education & Economic Development Act (EEDA)	125,000			15,501			15,501	15,501	100.0%
EIA	Centers of Excellence (through SCDE to CHE per Proviso 1A.47)	884,438	38,165	10,361		839,000		887,526	600,624	67.7%
Federal	Improving Teacher Quality (ITQ)	866,278	34,575	20,392		830,909		885,876	645,213	72.8%
Federal	State Approving Agency (Veterans Education & Training)	258,395	263,059	53,158				316,217	133,167	42.1%
State	GEAR UP	177,201	65,895	26,602	84,704			177,201	46,631	26.3%
Federal	GEAR UP	1,925,005	173,622	87,346	258,019	2,969,803		3,488,790	936,623	26.8%
Federal	GEAR UP RTI Grant	14,981								
Revenue	College Goal Sunday	41,334		35,000				35,000	4,488	12.8%
Federal	College Access Challenge Grant	854,394	149,603	873,769	957,693			1,981,065	274,810	13.9%
Federal	Statewide Longitudinal Data System (SLDS)	1,028,805			1,404,133			1,404,133	430,124	30.6%
<b>Subtotal</b>		<b>9,608,983</b>	<b>3,058,880</b>	<b>1,620,744</b>	<b>3,648,484</b>	<b>4,639,712</b>	<b>-</b>	<b>12,967,820</b>	<b>4,893,536</b>	<b>37.7%</b>
<b>Other Agencies and Entities</b>										
State	State Electronic Library (PASCAL) - CHE Operating Support	15,597		16,194				16,194	5,735	35.4%
State	State Electronic Library (PASCAL) - CHE Operating Support (Carryover)			597				597	597	100.0%
State	State Electronic Library (PASCAL)	148,095				148,095		148,095	-	0.0%
Revenue	State Electronic Library (PASCAL)	1,941,772				2,186,577		2,186,577	1,063,135	48.6%
Lottery	State Electronic Library (PASCAL) (Carryover) <sup>1</sup>					1,253,581		1,253,581	433,280	34.6%
Federal	Statewide Electronic Library (PASCAL) LSTA Grant	13,106						-	-	0.0%
Trust	SmartState Administration (CHE Support) <sup>2</sup>	479,554	239,904	41,993	267,387			549,284	179,775	32.7%
Trust	SmartState Administration (Institution Support) <sup>2</sup>	300,000				300,000		300,000	300,000	100.0%
Trust	SmartState State Matching Funds <sup>2</sup>	17,221,717						-	-	0.0%
State	Univ. Center of Greenville - Greenville Technical College	594,390				594,390		594,390	297,195	50.0%
State	Univ. Center of Greenville - Operations	1,084,899				1,084,899		1,084,899	542,450	50.0%
State	Lowcountry Graduate Center	785,099				785,099		785,099	392,550	50.0%
State	Academic Endowment	160,592				160,592		160,592	121,936	75.9%
State	EPSCoR	167,878				161,314		161,314	80,657	50.0%
State	Performance Funding (Distributed per Proviso 6.9)									
State	EPSCoR	1,118,015				1,118,015		1,118,015	559,008	50.0%
State	SC State University	279,505				279,505		279,505	139,752	50.0%
State	African American Loan Program (Distributed per Proviso 6.5)							-	-	
State	SC State University	87,905				87,905		87,905	43,953	50.0%
State	Benedict College	31,395				31,395		31,395	15,698	50.0%
State	Charleston Transition Connection	179,178				179,178		179,178	89,589	50.0%
State	SC Manufacturing Extension Partnership (SCMEP) <sup>3</sup>	682,049						-	-	
Lottery	2-Yr & 4-Yr Public Institutions Lottery Technology	4,154,702				9,801,816		9,801,816	4,619,169	47.1%
Lottery	Public 4-Yr & 2-Yr Institutions -- Deferred Maintenance	-				14,765,315		14,765,315	-	0.0%
Lottery	Higher Education Excellence Enhancement Program (HEEEP)	3,000,000				3,000,000		3,000,000	1,250,000	41.7%
EIA	Teacher Recruitment (to CHE through SCDE & Distributed per Proviso 1A.10)							-	-	
EIA	CERRA	3,904,045				3,904,045		3,904,045	1,952,021	50.0%
EIA	SC State Univ. PRRMT	339,482				339,482		339,482	-	0.0%
<b>Subtotal</b>		<b>36,688,975</b>	<b>239,904</b>	<b>58,784</b>	<b>267,387</b>	<b>40,181,203</b>	<b>-</b>	<b>40,747,278</b>	<b>12,086,498</b>	<b>29.7%</b>

SC Commission on Higher Education - Quarterly Budget Information Report, FY2012-13

Source	Activity	Expended in FY 2011-12	FY 2012-13 Budgeted					Expended Through		
			Salary & Fringe	Operating	Major Contracts	Flow-Through	Scholarships	Total	12/19/2012	
									Amount	% Expended
<b>State-Supported Student Scholarship and Grant Programs</b>										
State	SREB Contract Program & Assessments <sup>4</sup>	3,362,550					3,430,040	3,430,040	1,981,290	57.8%
State	SREB Contract Program & Assessments (Carryover)						176,110	176,110	176,110	100.0%
State	SREB Arts Program (NC School for the Arts)	7,177					7,177	7,177	-	0.0%
State	LIFE Scholarships	65,335,669					65,154,048	65,154,048	65,154,048	100.0%
Lottery	LIFE Scholarships	104,618,265					106,976,237	106,976,237	15,087,394	14.1%
Lottery	LIFE Scholarships (Carryover)						6,871,400	6,871,400	6,871,400	100.0%
State	Palmetto Fellows - Educational Endowment <sup>5</sup>	12,000,000					12,000,000	12,000,000	12,000,000	100.0%
State	Palmetto Fellows Scholarships	7,109,427					7,109,427	7,109,427	4,817,433	67.8%
Lottery	Palmetto Fellows Scholarships	32,700,907					30,777,240	30,777,240	5,389,504	17.5%
Lottery	Palmetto Fellows Scholarships (Carryover)						4,905,346	4,905,346	4,905,346	100.0%
State	HOPE Scholarships	431,727					231,727	231,727	231,727	100.0%
Lottery	HOPE Scholarships	7,402,051					7,779,856	7,779,856	3,057,980	39.3%
Lottery	HOPE Scholarships (Carryover)						823,792	823,792	823,792	100.0%
State	Need-based Grants - Educational Endowment <sup>5</sup>	12,000,000					12,000,000	12,000,000	12,000,000	100.0%
Lottery	Need-based Grants	10,966,682					11,631,566	11,631,566	177,452	1.5%
Lottery	Need-based Grants - Lottery FY 2011-12 Surplus						4,000,000	4,000,000	-	0.0%
Lottery	Need-based Grants (Carryover)						1,658,384	1,658,384	1,658,384	100.0%
Lottery	Lottery Tuition Assistance (LTA) <sup>6</sup>	2,182,221					2,455,000	2,455,000	950,004	38.7%
Lottery	Lottery Tuition Assistance (LTA) <sup>6</sup> (Carryover)						1,163,375	1,163,375	258,154	22.2%
State	National Guard College Assistance Program	89,968	81,891	8,077				89,968	54,709	60.8%
Lottery	National Guard College Assistance Program	1,700,000					1,700,000	1,700,000	1,700,000	100.0%
Trust	National Guard Loan Repayment Trust <sup>7</sup>	3,059,124	31,091	9,898			728,632	769,621	398,908	51.8%
Trust	DAYCO Scholarship <sup>8</sup>	3,040								
	<b>Subtotal</b>	<b>262,968,807</b>	<b>112,982</b>	<b>17,975</b>	<b>-</b>	<b>-</b>	<b>281,579,357</b>	<b>281,710,314</b>	<b>137,693,634</b>	<b>48.9%</b>
	<b>Grand Total All Funds and Programs</b>	<b>309,266,765</b>	<b>3,411,766</b>	<b>1,697,503</b>	<b>3,915,871</b>	<b>44,820,915</b>	<b>281,579,357</b>	<b>335,425,412</b>	<b>154,673,667</b>	<b>46.1%</b>
	State	108,820,907	2,060,826	370,793	1,001,498	4,630,387	99,932,419	107,995,923	100,105,850	92.7%
	State Carryover	-	-	129,129	11,640	-	176,110	316,879	193,975	61.2%
	Revenue	2,313,925	181,466	74,861	15,501	2,186,577	-	2,458,405	1,196,170	48.7%
	Other - EIA & Trust	26,191,400	309,160	62,252	267,387	5,382,527	728,632	6,749,958	3,431,328	50.8%
	Lottery	166,979,570	239,455	20,545	-	12,801,816	165,319,899	193,147,030	32,370,793	16.8%
	Lottery Carryover	-	-	5,258	-	1,253,581	15,422,297	16,681,136	14,955,614	89.7%
	Federal	4,960,964	620,859	1,034,665	2,619,845	3,800,712	-	8,076,081	2,419,937	30.0%

Notes:

- 1) Funds were carried over from FY 2011-12 via an appropriation of excess unclaimed prize funds received at fiscal year-end.
- 2) Funds represent administrative support authorization included in the FY 2012-13 Appropriation Act. SmartState matching funds are added as endowed chair's matches are perfected. Current trust balabce is \$29.7 million. No new funds have been appropriated for SmartState since FY 2008-09.
- 3) SCMEP funds transferred out of CHE's budget section to Commerce by the General Assembly in the FY 2012-13 per Appropriations Act per Part 1B Proviso 40.19.
- 4) FY 2011-12 includes balance of \$68,910 appropriated in FY 2010-11 from nonrecurring, increased enforcement collection per Proviso 90.16.
- 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 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.
- 6) CHE and the Technical College System Office share administrative responsibilities for LTA. As of a proviso change effective with FY2011-12, the appropriation for LTA is split between CHE and the SC Technical College System Office. Of the \$49.1 million appropriated in FY 13, \$2.455 million comes to CHE to support LTA grants to students USC 2-Yr Campuses and Spartanburg Methodist College
- 7) Fund balance for the National Guard Loan Repayment Program is held in trust and used to support the National Guard Tuition Assistance Program payments > \$1.7M provided in Lottery. Current budget will deplete the trust account in FY 2012-13. (National Guard Loan Repayment closed to new participants in 2007 in lieu of the established College Assistance Program)
- 8) Dayco Scholarships are budgeted as awards are received. Curent fund balan ce is \$91.4K.

**INFORMATION ITEM**

**Capital Projects & Leases Processed by Staff  
December 2012**

Date Approved	Project #	Institution	Project Name	Action Category	Budget Change	Revised Budget	Original Approval Date
<b>Deferred Maintenance Projects Using Capital Reserve Funds and/or SC Education Lottery Allocations</b>							
11/28/2012	New	USC Salkehatchie	Deferred Maintenance 2012 <sup>1</sup>	establish project	\$0	\$177,806	-
11/30/2012	New	SC State	Deferred Maintenance 2012 <sup>1</sup>	establish project	\$0	\$1,809,059	-
12/3/2012	New	USC Beaufort	Deferred Maintenance 2012 <sup>1</sup>	establish project	\$0	\$393,353	-
12/6/2012	New	The Citadel	Deferred Maintenance 2012 <sup>1</sup>	establish project	\$0	\$1,150,610	-
12/20/2012	New	Francis Marion	Deferred Maintenance 2012 <sup>1</sup>	establish project	\$0	\$1,643,547	-
<b>Routine Staff Approvals</b>							
11/28/2012	9567	Winthrop	Phelps Hall Renovation <sup>2</sup>	increase budget	\$177,516	\$5,354,887	7/8/2009
12/3/2012	9594	Coastal Carolina	Student Housing Land Acquisition <sup>3</sup>	increase budget	\$3,300,000	\$3,320,000	5/18/2012
12/6/2012	New	Greenville TC	Land Acquisition Adjoining Property to Greer	establish project	\$0	\$5,000	-
12/20/2012	9939	Midlands TC	Ceiling Systems Replacement <sup>5</sup>	revise scope	\$0	\$200,000	10/1/2005
<b>Close-Outs</b>							
11/30/2012	9605	MUSC	Building E & F Air Handler Replacement	decrease budget, close project	(\$19,488)	\$349,512	10/22/1992
11/30/2012	9731	MUSC	Engineering Office Space Expansion	decrease budget, close project	(\$213,644)	\$26,356	4/9/2001
11/30/2012	9797	MUSC	Greenville Research Education Innovation Institute Interior Renovation	close project	\$0	\$2,500,000	1/24/2008
12/6/2012	9879	Clemson	Schilletter Convenience Store Addition	decrease budget, close project	(\$1,938)	\$748,062	6/7/2007
12/20/2012	6027	Spartanburg CC	Downtown Campus Renovation <sup>6</sup>	decrease budget, close project	(\$9,489,127)	\$1,001,474	9/28/2010
12/20/2012	9830	Williamsburg TC	Technology Building A&E	close project	\$0	\$900,000	1/12/2001

<sup>1</sup>See supporting narrative.

<sup>2</sup>Increase budget with interest earned on the Housing Revenue Bonds issued. Additional funds will be used to clean up and rewire some of the 1943 wiring.

<sup>3</sup>Approved by CHE on September 6, 2012 as part of the University's Master Land Acquisition Plan.

<sup>4</sup>Preliminary land acquisition for an appraisal to determine the value of 14.53 acres of property currently owned by the Greenville Technical College Foundation adjacent to College's Greer Campus. Acquisition of this property will provide future building space to replace portable classrooms and potentially expand the Visual Arts, Physical and Occupational Therapy programs offered at the Greer Campus.

<sup>5</sup>Revise scope to include ceiling system replacements college-wide.

<sup>6</sup>Project was transferred to the Spartanburg Community College Foundation - Downtown Campus LLC.

**Leases Processed by Staff  
December 2012**

Date Approved	Action	Institution	Project Name	Purpose/Additional Info	Rates	Term
12/20/2012	Renew	MUSC	125 Doughty Street	The purpose of this lease is to continue to provide space for the Department of Psychiatry; Clinical Neuroscience Division; Drug Abuse Research Training & the Southeastern Clinical & Translational Research Institute.	The cost per SF is \$27.25. Included in the cost per SF is \$11.90 for estimated operating expenses. The monthly rental rate will be \$24,829.29 (rounded), resulting in an annual rent amount of \$297,951.50. Base rent shall increase annually according to CPI. Operating expenses shall increase annually based on actual costs with a 5% cap.	3 years

**THE CITADEL**

**PROJECT NAME:** Deferred Maintenance 2012  
**REQUESTED ACTION:** Establish Project  
**REQUESTED ACTION AMOUNT:** \$1,150,610  
**INITIAL CHE APPROVAL DATE:** N/A

<b><u>Project Budget</u></b>	<b><u>Previous</u></b>	<b><u>Change</u></b>	<b><u>Revised</u></b>
Professional Services Fees	\$0	\$90,000	\$90,000
Interior Building Renovations	\$0	\$1,060,610	\$1,060,610
<b><i>Total</i></b>	<b><i>\$0</i></b>	<b><i>\$1,150,610</i></b>	<b><i>\$1,150,610</i></b>

<b><u>Source of Funds</u></b>	<b><u>Previous</u></b>	<b><u>Change</u></b>	<b><u>Revised</u></b>
Capital Reserve Fund 2012-13*	\$0	\$737,691	\$737,691
Lottery Appropriation 2012*	\$0	\$412,919	\$412,919
<b><i>Total</i></b>	<b><i>\$0</i></b>	<b><i>\$1,150,610</i></b>	<b><i>\$1,150,610</i></b>

*\*Institutions of higher learning received funds for capital projects from the Capital Reserve Fund (CRF) Act and the South Carolina Education Lottery passed by the General Assembly this past legislative session. Because of the permanent improvement project definition, when funds have been authorized or appropriated from Capital Reserve Funds or State Appropriated Funds, a project must be established and processed regardless of the amount. Therefore, all allocations from the Capital Reserve Fund Act and South Carolina Education Lottery will result in a permanent improvement project. In addition, under the PIP definition, these projects will be considered legislatively authorized, not requiring further approval by JBRC and B&CB, if the projects are set up to conform to the act.*

**DESCRIPTION:**

The University requests approval to establish a project to address maintenance in multiple facilities. Scope of work will include installation of a fire sprinkler system in Daniel Library, renovation of the auditorium in Jenkins Hall, and renovation of the auditorium and chemistry stockroom ventilation improvements in Byrd Hall.

**E&G MAINTENANCE NEEDS REDUCTION:**

The project will alleviate a portion of the \$6,886,142 in combined existing maintenance needs.

**ANNUAL OPERATING COSTS/SAVINGS:**

Sprinkler inspection and fire alarm recertification will require additional operating costs of \$1,050 in the first and second years and \$1,100 in the third year following project completion.

**FRANCIS MARION UNIVERSITY**

**PROJECT NAME:** Deferred Maintenance 2012  
**REQUESTED ACTION:** Establish Project  
**REQUESTED ACTION AMOUNT:** \$1,643,547  
**INITIAL CHE APPROVAL DATE:** N/A

<b><u>Project Budget</u></b>	<b><u>Previous</u></b>	<b><u>Change</u></b>	<b><u>Revised</u></b>
Site Development	\$0	\$499,004	\$499,004
Interior Building Renovations	\$0	\$930,343	\$930,343
Building Utilities Renovations	\$0	\$59,000	\$59,000
Exterior Building Renovations	\$0	\$130,550	\$130,550
Contingency	\$0	\$24,650	\$24,650
<b>Total</b>	<b>\$0</b>	<b>\$1,643,547</b>	<b>\$1,643,547</b>

<b><u>Source of Funds</u></b>	<b><u>Previous</u></b>	<b><u>Change</u></b>	<b><u>Revised</u></b>
Capital Reserve Fund 2012-13*	\$0	\$1,141,069	\$1,141,069
Lottery Appropriation 2012*	\$0	\$502,478	\$502,478
<b>Total</b>	<b>\$0</b>	<b>\$1,643,547</b>	<b>\$1,643,547</b>

*\*Institutions of higher learning received funds for capital projects from the Capital Reserve Fund (CRF) Act and the South Carolina Education Lottery passed by the General Assembly this past legislative session. Because of the permanent improvement project definition, when funds have been authorized or appropriated from Capital Reserve Funds or State Appropriated Funds, a project must be established and processed regardless of the amount. Therefore, all allocations from the Capital Reserve Fund Act and South Carolina Education Lottery will result in a permanent improvement project. In addition, under the PIP definition, these projects will be considered legislatively authorized, not requiring further approval by JBRC and B&CB, if the projects are set up to conform to the act.*

**DESCRIPTION:**

The University requests approval to establish a project to address maintenance in multiple facilities. Scope of work will include replacing carpet and tile in the main gathering areas of University Center Commons; resurfacing parking lots A and C; refurbishing the theater, insulating pipes, and replacing carpet in the Fine Arts Center; renovating the interior, and replacing the water heater and valves in the McNair Science Building; refurbishing the breezeway concrete in Founders Hall/Cauthen Educational Media Center; replacing valves in the Boiler House; replacing valves in the University Center Pool; refurbishing the patio and restoring the brick in the Smith University Center; and replacing the carpet in Stokes Administration Building.

**E&G MAINTENANCE NEEDS REDUCTION:**

The project will alleviate a portion of the \$14,351,332 in combined existing maintenance needs.

**ANNUAL OPERATING COSTS/SAVINGS:**

The project is not expected to generate additional operating costs at this time.

**SOUTH CAROLINA STATE UNIVERSITY**

**PROJECT NAME:** Deferred Maintenance 2012  
**REQUESTED ACTION:** Establish Project  
**REQUESTED ACTION AMOUNT:** \$1,809,059  
**INITIAL CHE APPROVAL DATE:** N/A

<b><u>Project Budget</u></b>	<b><u>Previous</u></b>	<b><u>Change</u></b>	<b><u>Revised</u></b>
Building Utilities Renovations	\$0	\$1,809,059	\$1,809,059
<b><i>Total</i></b>	<b><i>\$0</i></b>	<b><i>\$1,809,059</i></b>	<b><i>\$1,809,059</i></b>

<b><u>Source of Funds</u></b>	<b><u>Previous</u></b>	<b><u>Change</u></b>	<b><u>Revised</u></b>
Capital Reserve Fund 2012-13*	\$0	\$1,255,979	\$1,255,979
Lottery Appropriation 2012*	\$0	\$553,080	\$553,080
<b><i>Total</i></b>	<b><i>\$0</i></b>	<b><i>\$1,809,059</i></b>	<b><i>\$1,809,059</i></b>

*\*Institutions of higher learning received funds for capital projects from the Capital Reserve Fund (CRF) Act and the South Carolina Education Lottery passed by the General Assembly this past legislative session. Because of the permanent improvement project definition, when funds have been authorized or appropriated from Capital Reserve Funds or State Appropriated Funds, a project must be established and processed regardless of the amount. Therefore, all allocations from the Capital Reserve Fund Act and South Carolina Education Lottery will result in a permanent improvement project. In addition, under the PIP definition, these projects will be considered legislatively authorized, not requiring further approval by JBRC and B&CB, if the projects are set up to conform to the act.*

**DESCRIPTION:**

The University requests approval to establish a project to repair and replace exterior lighting throughout the campus; upgrade and repair fire alarm and sprinkler systems in Mays I, Williams Hall, and Donma Hall; repair cracked and broken sidewalks; repair and replace campus way finding signs; repair steam lines in Felton, Turner "D", Crawford Zimmerman, and the Fine Arts Building; repair East Naylor, West Naylor, Pinkney, and Buckley Streets; repair HVAC systems in Crawford Zimmerman, 1890 Extension, ROTC Building, Turner "C", Turner "D", Mays I, I.P. Stanback, and Williams Hall.

**E&G MAINTENANCE NEEDS REDUCTION:**

The project will alleviate a portion of the \$14,013,857 in combined existing maintenance needs.

**ANNUAL OPERATING COSTS/SAVINGS:**

The project is not expected to generate additional operating costs at this time.

**UNIVERSITY OF SOUTH CAROLINA BEAUFORT**

**PROJECT NAME:** Deferred Maintenance 2012

**REQUESTED ACTION:** Establish Project

**REQUESTED ACTION AMOUNT:** \$393,353

**INITIAL CHE APPROVAL DATE:** N/A

<b>Project Budget</b>	<b>Previous</b>	<b>Change</b>	<b>Revised</b>
Professional Services Fees	\$0	\$33,000	\$33,000
Site Development	\$0	\$54,000	\$54,000
Interior Building Renovations	\$0	\$202,000	\$202,000
Roofing	\$0	\$71,000	\$71,000
Contingency	\$0	\$33,353	\$33,353
<b>Total</b>	<b>\$0</b>	<b>\$393,353</b>	<b>\$393,353</b>

<b>Source of Funds</b>	<b>Previous</b>	<b>Change</b>	<b>Revised</b>
Capital Reserve Fund 2012-13*	\$0	\$327,207	\$327,207
Lottery Appropriation 2012*	\$0	\$66,146	\$66,146
<b>Total</b>	<b>\$0</b>	<b>\$393,353</b>	<b>\$393,353</b>

*\*Institutions of higher learning received funds for capital projects from the Capital Reserve Fund (CRF) Act and the South Carolina Education Lottery passed by the General Assembly this past legislative session. Because of the permanent improvement project definition, when funds have been authorized or appropriated from Capital Reserve Funds or State Appropriated Funds, a project must be established and processed regardless of the amount. Therefore, all allocations from the Capital Reserve Fund Act and South Carolina Education Lottery will result in a permanent improvement project. In addition, under the PIP definition, these projects will be considered legislatively authorized, not requiring further approval by JBRC and B&CB, if the projects are set up to conform to the act.*

**DESCRIPTION:**

The University requests approval to establish a project to address maintenance needs. The scope of work will include HVAC replacement in the Sandstone Building and Center for the Arts; exterior signage renewal; interior signage repair/replacement; Center for the Arts theater renewal; roof repairs/replacement in the Center for the Arts, Marine Science Building, Beaufort College Building, Sandstone Building, and Grayson House.

**E&G MAINTENANCE NEEDS REDUCTION:**

The project will alleviate a portion of the \$3,491,105 in combined existing maintenance needs.

**ANNUAL OPERATING COSTS/SAVINGS:**

The project is not expected to generate additional operating costs at this time.

**UNIVERSITY OF SOUTH CAROLINA SALKEHATCHIE**

**PROJECT NAME:** Deferred Maintenance 2012  
**REQUESTED ACTION:** Establish Project  
**REQUESTED ACTION AMOUNT:** \$177,806  
**INITIAL CHE APPROVAL DATE:** N/A

<b>Project Budget</b>	<b>Previous</b>	<b>Change</b>	<b>Revised</b>
Professional Services Fees	\$0	\$15,250	\$15,250
Interior Building Renovations	\$0	\$101,700	\$101,700
Roofing	\$0	\$7,600	\$7,600
Exterior Building Renovations	\$0	\$38,100	\$38,100
Contingency	\$0	\$15,156	\$15,156
<b>Total</b>	<b>\$0</b>	<b>\$177,806</b>	<b>\$177,806</b>

<b>Source of Funds</b>	<b>Previous</b>	<b>Change</b>	<b>Revised</b>
Capital Reserve Fund 2012-13*	\$0	\$116,979	\$116,979
Lottery Appropriation 2012*	\$0	\$60,827	\$60,827
<b>Total</b>	<b>\$0</b>	<b>\$177,806</b>	<b>\$177,806</b>

*\*Institutions of higher learning received funds for capital projects from the Capital Reserve Fund (CRF) Act and the South Carolina Education Lottery passed by the General Assembly this past legislative session. Because of the permanent improvement project definition, when funds have been authorized or appropriated from Capital Reserve Funds or State Appropriated Funds, a project must be established and processed regardless of the amount. Therefore, all allocations from the Capital Reserve Fund Act and South Carolina Education Lottery will result in a permanent improvement project. In addition, under the PIP definition, these projects will be considered legislatively authorized, not requiring further approval by JBRC and B&CB, if the projects are set up to conform to the act.*

**DESCRIPTION:**

The University requests approval to establish a project to address maintenance needs. The scope of work will include HVAC replacement in the Science Administration Building and Library Computer Science Building; covered walkway repairs and renovation on the Walterboro Campus; Hut Complex interior repairs/renovation; Education Building Annex roof repair/renovation; Faculty House porch repairs; Hut Complex cedar shake repairs; and Walterboro Main Building asbestos abatement.

**E&G MAINTENANCE NEEDS REDUCTION:**

The project will alleviate a portion of the \$5,282,591 in combined existing maintenance needs.

**ANNUAL OPERATING COSTS/SAVINGS:**

The project is not expected to generate additional operating costs at this time.