



## South Carolina Commission on Higher Education

Mr. Tim M. Hofferth, Chair  
Ms. Allison Dean Love, Vice Chair  
Mr. Paul O. Batson, III  
Dr. Bettie Rose Horne  
Ms. Dianne C. Kuhl  
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:** Chairman Tim Hofferth and Members of the Commission on Higher Education  
**FROM:** Mr. Hood Temple and Members of the Finance & Facilities Committee  
**SUBJECT:** Commission Meeting, January 7, 2016  
**DATE:** January 5, 2016

A meeting of the Committee on Finance and Facilities is scheduled to **be held in the Commission's Main Conference Room at 9:30 a.m.** Attached are items for your review and consideration at the January 7 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 9:30 a.m. on January 7. The Committee will bring its recommendations to the Commission for consideration at the Commission meeting. 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.

*Enclosures*

CHE MEETING MATERIALS  
JANUARY 7, 2016  
10:30 A.M.  
MAIN CONFERENCE ROOM  
SOUTH CAROLINA COMMISSION ON HIGHER EDUCATION  
1122 LADY STREET, SUITE 300  
COLUMBIA, SC 29201

**9.05A. Interim Capital Project**

1. University of South Carolina – Football Operations Facility Construction

**9.05B Other Business (*For Information, No Action Required*)**

1. FY 2015-16 CHE Quarterly Budget Report
2. List of Capital Projects & Leases Processed by Staff for December, 2015

**DESCRIPTION OF INTERIM CAPITAL PROJECTS FOR CONSIDERATION**

January 7, 2016

**UNIVERSITY OF SOUTH CAROLINA-COLUMBIA**

**PROJECT NAME:** Football Operations Facility Construction  
**REQUESTED ACTION:** Establish Project  
**REQUESTED ACTION AMOUNT:** \$1,000,000  
**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 (Land/ Building Purchase)</u></b>	<b><u>Total Proposed Budget</u></b>
Athletic Operating Funds	\$1,000,000	\$0	\$1,000,000
Private Funds	\$0	\$2,000,000	\$2,000,000
Athletic Revenue Bonds	\$0	\$47,000,000	\$47,000,000
<b>Total</b>	<b>\$1,000,000</b>	<b>\$49,000,000</b>	<b>\$50,000,000</b>

**DESCRIPTION:**

The University requests approval to begin Phase I to construct a new Football Operations Facility to be located at the west end of Gamecock Park adjacent to the Indoor Football Practice Facility. The proposed building will be approximately 105,000 gsf and will consolidate all training, coaching, operational, and administrative activities associated with the football program. The building will contain public spaces, locker rooms, meeting rooms, a weight room, a nutrition area, training rooms with hydrotherapy, and equipment storage area and administrative/coaches offices. Site utilities, parking, and associated landscaping and hardscaping will also be included as part of the project.

The budget requested for pre-design is 2% of the estimated total project budget. The additional amount will allow the University to provide the pre-construction services of a Construction Manager-at-Risk during the pre-design phase of the project. Geotechnical investigations will require more funding than usual due to suspected subsurface conditions.

Consolidation will enhance operational efficiency and eliminate the need for student athletes to cross Bluff Road going from locker rooms at Williams-Brice Stadium to the practice fields. This facility will be an important component of the football recruiting process.

**E&G MAINTENANCE NEEDS:**

N/A

**ANNUAL OPERATING COSTS/SAVINGS:**

During Phase I planning, operating costs will be analyzed and reported with Phase II submittal.

**RECOMMENDATION:**

Staff recommends approval of this project as proposed.

**INFORMATION ITEM**

**FY 2015-16 CHE QUARTERLY BUDGET REPORT**

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	12/31/2015		Target
									Amount		% Expended
<b>CHE Operating and Programs</b>											
State	CHE General Administration - Personnel	1,536,773.24	1,870,399					1,870,399.00	679,766.62	36.3%	1,190,632
State	CHE General Administration - Personnel (Carryover)	114,952.60	63,960					63,960.00	66,016.06	103.2%	-2,056
State	CHE General Administration (General Legal Services)			25,000				25,000.00	14,680.19	58.7%	10,320
State	CHE General Administration - Operational Support	310,138.70		260,520				260,520.00	139,287.44	53.5%	121,233
State	CHE General Administration - Operational Support (Carryover)	84,200.76		98,657				98,657.00	98,657.00	100.0%	0
State	CHE General Administration (Carryover) (Search Committee Support)	3,249.54		60,000				60,000.00	7,296.94	12.2%	52,703
State	CHE General Administration (Carryover) (Data Security)	28,518.65	48,443	4,000				52,443.00	32,436.29	61.9%	20,007
State	CHE Professor of the Year (Carryover)	-						0.00	0.00	0.0%	0
State	CHE General Administration (Carryover)	-		334,729				334,729.29	0.00	0.0%	334,729
Lottery	Lottery Administration	180,496.81	295,078	49,922				345,000.00	34,046.97	9.9%	310,953
Lottery	Lottery Administration (Carryover)	56,148.27	79,503					79,503.19	79,503.19	100.0%	0
State	Licensing	47,971.68	47,972					47,972.00	25,984.66	54.2%	21,987
Revenue	Licensing	257,513.38	257,513					257,513.00	132,133.50	51.3%	125,380
Revenue	Licensing	48,813.62		48,814				48,814.00	24,598.23	50.4%	24,216
State	Education & Economic Development Act (EEDA)	1,169,211.53	207,087	443,489	530,000			1,180,576.00	621,070.17	52.6%	559,506
State	Education & Economic Development Act (EEDA) (Carryover)	21,423.18		11,364				11,364.47	11,364.42	100.0%	0
EIA	Centers of Excellence <sup>1</sup>	1,137,526.00	30,732	49,294		1,057,500		1,137,526.00	989,512.66	87.0%	148,013
Federal	Improving Teacher Quality	538,184.21	20,488	25,482		707,872		753,842.00	216,462.93	28.7%	537,379
Federal	State Approving Agency (Veterans Education & Training)	266,781.57	253,066	55,747				308,813.00	129,364.82	41.9%	179,448
State	GEAR UP	177,201.00			177,201			177,201.00	177,201.00	100.0%	0
Federal	GEAR UP	4,129,179.27	271,713	111,445	272,151	3,011,868		3,667,177.00	1,005,198.37	27.4%	2,661,979
Revenue	College Goal Sunday	18,498.14		41,000				41,000.00	2,117.20	5.2%	38,883
Federal	College Access Challenge Grant	1,143,479.34						0.00	-4,872.24	0.0%	4,872
<b>Subtotal</b>		<b>11,270,261.49</b>	<b>3,445,955</b>	<b>1,619,463</b>	<b>979,352</b>	<b>4,777,240</b>	<b>0</b>	<b>10,822,009.95</b>	<b>4,481,826.42</b>	<b>41.4%</b>	<b>6,340,184</b>

Other Agencies and Entities											
State	State Electronic Library (PASCAL) - CHE Operating Support	17,919.00		17,919			17,919.00	10,533.06	58.8%	7,386	
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	1,628,178.48	51.1%	1,558,399	
Lottery	State Electronic Library (PASCAL)					1,412,514	1,412,514.09	0.00	0.0%	1,412,514	
Lottery	State Electronic Library (PASCAL) (Carryover)	240,674.80				2,931,680	2,931,680.20	3,523.66	0.1%	2,928,157	
Trust	SmartState® Administration (CHE Support) <sup>2</sup>	235,214.78	125,337	459,947			585,284.00	163,117.62	27.9%	422,166	
Trust	SmartState Administration (Institution Support) <sup>2</sup>	300,000.00				300,000	300,000.00	300,000.00	100.0%	0	
Trust	SmartState State Matching Funds <sup>2</sup>	6,520,938.00				1,724,963	1,724,963.00	1,724,963.00	100.0%	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	542,449.50	50.0%	542,450	
State	Univ. Ctr of Greenville - Infrastructure Dev. (FY 2015-16 Proviso 118.14)	-				250,000	250,000.00	250,000.00	100.0%	0	
State	Lowcountry Graduate Center <sup>3</sup>	785,099.00					0.00	0.00	0.0%	0	
State	Lowcountry Graduate Center (FY 2014-15 Proviso 118.16) <sup>3</sup>	300,000.00					0.00	0.00	0.0%	0	
State	Academic Endowment	160,592.00				160,592	160,592.00	96,970.00	60.4%	63,622	
State	EPSCoR	161,314.00				161,314	161,314.00	80,656.00	50.0%	80,658	
State	Performance Funding (FY 2015-16 Proviso 11.7)									0	
State	EPSCoR	1,118,016.00				1,118,016	1,118,016.00	559,008.00	50.0%	559,008	
State	SC State University	279,504.00				279,504	279,504.00	139,752.00	50.0%	139,752	
State	African American Loan Program (FY 2015-16 Proviso 11.3)										
State	SC State University	87,924.00				87,924	87,924.00	43,962.00	50.0%	43,962	
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	
State	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) <sup>4</sup>	227,798.58				94,168	94,167.60	94,167.60	100.0%	0	
Lottery	2-Yr & 4-Yr Public Institutions Lottery Technology	7,395,201.67				7,354,190	7,354,190.15	1,563,792.00	21.3%	5,790,398	
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				2,825,028	2,825,028.18	372,903.72	13.2%	2,452,124	
Lottery	Higher Education Excellence Enhancement Program (HEEEP)	4,307,095.38				4,597,755	4,597,754.95	2,298,877.52	50.0%	2,298,877	
EA	Teacher Recruitment (through SCDE per FY 2015-16 Proviso 1A.8)										
EA	CERRA	3,904,045.00				3,904,045	3,904,045.00	1,810,882.00	46.4%	2,093,163	
EA	SC State Univ. PRRMT	339,482.00				339,482	339,482.00	0.00	0.0%	339,482	
<b>Subtotal</b>		<b>36,520,231.04</b>	<b>125,337</b>	<b>477,866</b>	<b>0</b>	<b>32,584,787</b>	<b>0</b>	<b>33,187,990.17</b>	<b>11,683,736.16</b>	<b>35.2%</b>	<b>21,504,254</b>

State-Supported Student Scholarship and Grant Programs										
State	SREB Contract Program & Assessments	3,582,300.00					3,856,427	3,856,427.00	2,994,266.00	77.6%
State	SREB Contract Program & Assessments (Carryover)	102,150.00					92,487	92,487.00	92,487.00	100.0%
State	LIFE Scholarships	48,856,393.00					24,329,882	24,329,882.00	24,329,882.00	100.0%
Lottery	LIFE Scholarships	137,709,961.37					171,551,844	171,551,844.00	66,889,181.23	39.0%
Lottery	LIFE Scholarships (Carryover)	189,363.35					4,224,372	4,224,371.89	4,224,371.89	100.0%
State	Palmetto Fellows - Educational Endowment <sup>5</sup>	12,000,000.00					12,000,000	12,000,000.00	12,000,000.00	100.0%
State	Palmetto Fellows Scholarships	8,439,310.00					8,439,310	8,439,310.00	8,439,310.00	100.0%
Lottery	Palmetto Fellows Scholarships	36,864,101.72					38,691,990	38,691,990.00	8,196,536.07	21.2%
Lottery	Palmetto Fellows Scholarships (Carryover)	2,646.25					696,686	696,686.28	696,686.28	100.0%
State	HOPE Scholarships	231,727.00					231,727	231,727.00	231,727.00	100.0%
Lottery	HOPE Scholarships	8,398,911.68					8,565,373	8,565,373.00	3,380,509.81	39.5%
Lottery	HOPE Scholarships (Carryover)	317,328.94					77,333	77,333.32	77,333.32	100.0%
State	Need-based Grants - Educational Endowment <sup>5</sup>	12,000,000.00					12,000,000	12,000,000.00	12,000,000.00	100.0%
State	Need-based Grants - CTC	178,857.00					179,178	179,178.00	62,019.00	34.6%
State	Need-based Grants	321.00						0.00	0.00	0.0%
State	Need-based Grants (FY 2015-16 Proviso 118.14)						1	1.00	1.00	100.0%
Lottery	Need-based Grants	10,849,311.22					13,000,000	13,000,000.00	0.00	0.0%
Lottery	Need-based Grants (Supplemental Appropriations Act)	2,600,000.00					2,600,000	2,600,000.00	0.00	0.0%
Lottery	Need-based Grants (Carryover)	1,368,607.95					2,150,689	2,150,688.78	603,911.29	28.1%
Lottery	Summer Semester Eligibility <sup>6</sup>	436,095.74						0.00	0.00	0.0%
Lottery	Lottery Tuition Assistance (LTA) <sup>7</sup>	2,139,125.70					3,195,000	3,195,000.00	0.00	0.0%
Lottery	Lottery Tuition Assistance (LTA) (Carryover)	937,798.88					315,874	315,874.30	263,993.00	83.6%
State	National Guard College Assistance Program	89,968.00	82,414	7,554				89,968.00	48,229.69	53.6%
State	National Guard College Assistance Program (Carryover)	37.86						0.00	0.00	0.0%
Lottery	National Guard College Assistance Program	1,013,697.67	52,854	21,844			4,470,302	4,545,000.00	1,121,170.11	24.7%
Lottery	National Guard College Assistance Program (Carryover)	2,098,666.54					531,302	531,302.33	531,302.33	100.0%
Trust	National Guard Loan Repayment Trust <sup>8</sup>	7,161.76					0	0.00	0.00	0.0%
Trust	Veteran Tuition Differential Reimbursement Fund	-					3,000,000	3,000,000.00	0.00	0.0%
Trust	DAYCO Scholarship <sup>9</sup>	4,280.00					0	0.00	0.00	0.0%
<b>Subtotal</b>		<b>290,418,122.63</b>	<b>135,268</b>	<b>29,398</b>	<b>0</b>	<b>0</b>	<b>314,199,778</b>	<b>314,364,443.90</b>	<b>146,182,917.02</b>	<b>46.5%</b>
<b>Grand Total All Funds and Programs</b>		<b>338,208,615.16</b>	<b>3,706,560</b>	<b>2,126,727</b>	<b>979,352</b>	<b>37,362,027</b>	<b>314,199,778</b>	<b>358,374,444.02</b>	<b>162,348,479.60</b>	<b>45.3%</b>
	State	93,087,575.15	2,207,872	729,482	707,201	3,664,385	61,036,524	68,370,464.00	63,236,754.33	92.5%
	State Carryover	385,908.59	112,403	508,751	-	-	92,487	713,640.76	308,257.71	43.2%
	State - Non-recurring	3,125,000.00	-	-	-	-	-	250,001.00	250,001.00	100.0%
	Revenue	2,658,071.89	257,513	89,814	-	3,186,577	-	3,533,904.00	1,787,027.41	50.6%
	Lottery	213,749,297.62	347,932	71,766	-	14,871,141	245,074,509	260,365,347.88	83,951,185.03	32.2%
	Lottery Carryover	6,676,489.98	79,503	-	-	2,931,680	7,996,257	11,007,440.29	6,480,624.96	58.9%
	SmartState	7,056,152.78	125,337	459,947	-	2,024,963	-	2,610,247.00	2,188,080.62	83.8%
	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	2,800,394.66	52.0%
	Federal	6,077,624.39	545,267	192,674	272,151	3,719,740	-	4,729,832.00	1,346,153.88	28.5%

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 Franca 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 (\$47,083.80) and Clinton (\$48,083.80) 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**

<b>Capital Projects &amp; Leases Processed by Staff</b>								
<b>December 2015</b>								
<b>Date Approved</b>	<b>Project #</b>	<b>Institution</b>	<b>Project Name</b>	<b>Action Category</b>	<b>Budget Change</b>	<b>Revised Budget</b>	<b>Original Approval Date</b>	<b>Revised Building Condition Survey With Close-out</b>
<b>Maintenance Needs Projects using FY 2014-15 Lottery Allocation and Match</b>								
12/8/2015	New	Winthrop University	2015-16 Maintenance Needs <sup>1</sup>	Establish Project	\$0	\$175,152	12/8/2015	-
<b>Routine Staff Approvals</b>								
12/4/2015	New	Clemson University	Business and Behavioral Sciences Building/Sirrine Hall Replacement <sup>2</sup>	Establish Project	\$0	\$5,000,000	12/4/2015	-
12/4/2015	New	Technical College of the Lowcountry	New River Campus Road Improvements <sup>2</sup>	Establish Project	\$0	\$650,000	12/4/2015	-
12/7/2015	9886	Piedmont Technical College	Upstate Center for Manufacturing Excellence <sup>3</sup>	Increase Budget	\$18,500	\$249,805	5/19/2004	-
12/7/2015	New	Medical University of SC	Parking Garage #1 Structural, Waterproofing, & Masonry Repairs <sup>4</sup>	Establish Project	\$0	\$26,250	12/7/2015	-
12/8/2015	New	Medical University of SC	MUSC Shawn Jenkins Children's Hospital <sup>2</sup>	Establish Project	\$0	\$25,000,000	12/8/2015	-
12/10/2015	New	USC Columbia	Close-Hipp Renovation <sup>4</sup>	Establish Project	\$0	\$220,500	12/10/2015	-
12/14/2015	9921	Clemson University	Advance Technology Education Center Construction	Establish Construction Budget	\$12,390,000	\$12,600,000	11/6/2014	-
12/16/2015	9828	Medical University of SC	2014-15 Maintenance Needs <sup>5</sup>	Revise Scope	\$0	\$1,465,380	10/27/2014	-
12/29/2015	9516	USC Beaufort	Hilton Head Hospitality Management Facility Construction	Establish Construction Budget	\$20,567,500	\$20,935,000	3/16/2015	-
<b>Close-Outs</b>								
12/7/2015	9574	Winthrop University	2014-15 Maintenance Need	Close Project	\$0	\$340,226	11/12/2014	-
12/7/2015	6091	Piedmont Technical College	Event Center Breakout Building and N Building Renovation	Decrease Budget, Close Project	(\$18,500)	\$73,350	11/7/2013	-
12/7/2015	9573	Winthrop University	Withers/WTS Building Roof Replacement, Maintenance and Repairs	Close Project	\$0	\$750,000	2/18/2015	-
<sup>1</sup> See supporting narrative. <sup>2</sup> Project is funded with Capital Reserve Funds. These funds supersede CHE approval authority; therefore, the project is staff approved. <sup>3</sup> Funding from Closed Project #6091. <sup>4</sup> Approved by CHE on June 4, 2015 as part of FY 2015-16 CPIP year one. <sup>5</sup> Change in scope, no budget change. Institution received extremely favorable bids on the BSB roof drain replacement compared to original estimates. Remaining project funds will be used for air handler replacement.								

<b>Leases Processed by Staff</b>						
<b>December 2015</b>						
<b>Date Approved</b>	<b>Action</b>	<b>Institution</b>	<b>Project Name</b>	<b>Purpose/Additional Info</b>	<b>Rates</b>	<b>Term</b>

**WINTHROP UNIVERSITY**

**PROJECT NAME:** 2015-16 Maintenance Needs  
**REQUESTED ACTION:** Establish Project  
**REQUESTED ACTION AMOUNT:** \$175,151.74  
**INITIAL CHE APPROVAL DATE:** December 8, 2015

<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>
FY 2015-16 Lottery Funds	\$0	\$87,575.87	\$87,575.87
FY 2015-16 Lottery Funds Match-ICPF	\$0	\$87,575.87	\$87,575.87
<b><i>Total</i></b>	<b><i>\$0</i></b>	<b><i>\$175,151.74</i></b>	<b><i>\$175,151.74</i></b>

**DESCRIPTION:**

This project is for critical repairs and related maintenance to repair roof leaks at Johnson Hall and Byrnes Auditorium. The match will come from Institutional Capital Project Funds.

**E&G MAINTENANCE NEEDS:**

Per 2014 Building Condition Assessment, the roofs on Johnson and Byrnes were rated as 3 and a 4 respectively for leaks where 1 is best and 5 is worst.

**ANNUAL OPERATING COSTS/SAVINGS:**

N/A

**RECOMMENDATION:**

Staff recommends approval of this project as proposed.