

Document Number  
**COMMISSION ON HIGHER EDUCATION**  
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**62-1100 Palmetto Fellows Scholarship Enhancement**

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62-1100 Purpose of the Palmetto Fellows Scholarship

Pursuant to Act 115, which was established in 2007 as Title 59 of the 1976 code during the 2007 legislative session, the Commission on Higher Education shall promulgate regulation and establish procedures for administration of the Palmetto Fellows Scholarship Enhancement. The General Assembly established the Palmetto Fellows Scholarship Enhancement in order to foster scholarship among the State's postsecondary students through awards based on scholarship and achievement. The purpose of the Palmetto Fellows Scholarship Enhancement program is to recognize the most academically talented college students throughout the state of South Carolina in the areas of mathematics and science and encourage them to attend eligible colleges or universities in the State.

**In order to receive a Palmetto Fellows Scholarship Enhancement, all students must qualify for a Palmetto Fellows Scholarship as stipulated herein.**

62-1105 Allocation of Palmetto Fellows Scholarship Funds and Palmetto Fellows Scholarship Enhancement Funds to Public and Independent Institutions

A. Funds made available for higher education grants and scholarships under Chapter 143 of Title 59 of the 1976 Code, as amended under Act 458, *South Carolina Children First: Resources for Scholarship and Tuition Act of 1996*, shall be included in the annual appropriation to the Commission on Higher Education. Fifty percent of the appropriation shall be designated for the Palmetto Fellows Scholarship Program and the remaining fifty percent shall be for the Need-based Grants Program. However, in instances where the equal division of the appropriated funds between the Palmetto Fellows Scholarship and Need-based Grants Programs exceeds the capacity to make awards in either program, the Commission on Higher Education has the authority to re-allocate the remaining funds between the two programs. The Commission on Higher Education shall award to eligible students attending eligible independent or public institutions as Palmetto Fellows Scholarships as follows:

1. Of the funds allocated to public institutions, the percentage shall be equivalent to the percentage of the public institution's share of the total South Carolina resident undergraduate full-time headcount enrollment in the preceding year.

2. Of the funds allocated to independent institutions, the percentage shall be equivalent to the percentage of the independent institutions' share of the total South Carolina resident undergraduate full-time headcount enrollment in the preceding year and will be determined annually by the South Carolina Commission on Higher Education and the Tuition Grants Commission.

B. Under the *South Carolina Education Lottery Act*, a designated amount shall be allocated for Palmetto Fellows Scholarships and shall be included in the annual appropriation to the Commission on Higher Education.

C. After expending funds appropriated for Palmetto Fellows Scholarships and Palmetto Fellows Scholarship Enhancement from all other sources, there is automatically appropriated from the general fund of the State whatever amount is necessary to provide Palmetto Fellows Scholarships to all students meeting the requirements of Section 59-104-20.

62-1110 Definitions

A. "Academic year" is defined as the twelve-month period of time during which a full-time student is expected to earn thirty credit hours. The period of time used to measure the academic year will consist of the fall, spring and summer terms (or its equivalent).

B. "Approved five-year program" shall be defined as a five-year program as defined and approved by the Commission on Higher Education to receive the Palmetto Fellows Scholarship for a maximum of ten terms at the same eligible institution in order to complete the requirements for a bachelor's degree. An approved five-year bachelor's degree program does not include institutional and cooperative "3+2" programs.

C. "Bachelor's degree program" is defined as an undergraduate program of study leading to the first bachelor's degree as defined by the U.S. Department of Education.

D. "CIP Code (Classification of Instructional Program)" The U.S. Department of Education's

standard for federal surveys and state reporting for institutional data (majors, minors, options and courses). For the purpose of receiving the Palmetto Fellows Scholarship Enhancement, CIP Codes have been approved by the Commission on Higher Education for eligible degree programs in the fields of mathematics and science.

E. “Cumulative GPA” is defined as the institutional GPA used for graduation purposes, which includes dividing the number of quality points earned in all courses attempted by the total degree-credit hours in all courses attempted at the student’s home institution.

F. “Declared major” shall be defined, for the purposes of the Palmetto Fellows Scholarship Enhancement, as a degree program in which a student is enrolled as a full-time, degree-seeking student. The student must meet all requirements as stipulated by the policies established by the institution and the academic department to be enrolled as a declared major in an eligible program. Students cannot take courses related to a specific program without meeting institutional and departmental policies and be considered as a declared major. Students must be enrolled as a declared major in an eligible program that is approved and assigned a CIP code by the Commission. Eligible programs are those listed as such on the Commission’s website.

G. “Degree-seeking student” is defined as any student enrolled full-time in a program of study that leads to the first bachelor’s degree or a program of study that is structured so as not to require a bachelor’s degree at an eligible independent or public institution. Students are eligible to receive the Scholarship for a maximum of eight terms (or its equivalent) towards an undergraduate degree only, as long as all other eligibility requirements are met and the program is approved by the Commission on Higher Education. Students must maintain their undergraduate status, with the exception of students enrolled in the Master of Science in Physician Assistant studies, Master of Science in Cytology and Biosciences and the Doctor of Pharmacy Program at the University of South Carolina and the Medical University of South Carolina, in order to receive a Palmetto Fellows Scholarship and Palmetto Fellows Scholarship Enhancement each academic year.

H. “Eligible degree program/Qualifying degree program” shall be defined, for the purposes of the Palmetto Fellows Scholarship Enhancement, as a degree program in mathematics or science as approved by the SC Commission on Higher Education. These programs include science and mathematics disciplines, computer science or informational technology, engineering, and health care and related disciplines including medicine and dentistry as defined by the Commission on Higher Education. Enrollment in a minor does not meet the requirements of an eligible degree program for a Palmetto Fellows Scholarship Enhancement. Students must be enrolled as a declared major in an eligible program that is approved and assigned a CIP code by the Commission. Eligible/Qualifying programs are those listed as such on the Commission’s website.

I. “Felonies” shall be defined as crimes classified under State statute (Section 16-1-10) for which the punishment in federal or state law and typically requires imprisonment for more than one year.

J. “Fifth year/senior year” shall mean any student who is enrolled in his or her ninth or tenth semester of full-time, undergraduate coursework in an approved five-year program following high school graduation. The student is in his/her fifth year of consecutive, full-time college enrollment based on the student’s initial date of college enrollment after graduation from high school. Exempted credit hours (such as AP, CLEP, etc.), credit hours earned before high school graduation, and credit hours earned the summer term immediately following high school

graduation cannot be used to meet the annual credit hour requirement for continued eligibility as determined for the Palmetto Fellows Scholarship.

K. "First year student/Freshman" shall mean any student who is enrolled as a first year student in his or her first or second semester of undergraduate coursework following high school graduation. Exempted credit hours (such as AP, CLEP, etc.), credit hours earned before high school graduation, and credit hours earned the summer term immediately following high school graduation cannot be used to meet the annual credit hour requirement for continued eligibility as determined for the Palmetto Fellows Scholarship.

L. "For graduation purposes" is defined as any grade or credit hour that the home institution requires in accordance with their policies and procedures for graduation of the student, including electives and additional coursework.

M. "Fourth year/senior year" shall mean seventh or eighth semester of full-time, undergraduate coursework following high school graduation. The student is in his/her fourth year of consecutive, full-time college enrollment based on the student's initial date of college enrollment after graduation from high school. Exempted credit hours (such as AP, CLEP, etc.), credit hours earned before high school graduation, and credit hours earned the summer term immediately following high school graduation cannot be used to meet the annual credit hour requirement for continued eligibility as determined for the Palmetto Fellows Scholarship.

N. "Full-time student" shall mean any student who has matriculated into a program of study leading to the first bachelor's degree or a program of study that is structured so as not to require a bachelor's degree and leads to a graduate degree and who enrolls full-time, usually fifteen credit hours for fall and spring terms or twelve credit hours for fall, eight credit hours for winter, and twelve credit hours for spring trimester terms. In order for the student to be eligible for Scholarship disbursement, the student must be enrolled full-time at the home institution as stipulated by Title IV Regulations, except that credit hours may not include remedial/developmental coursework under no circumstances.

O. "High school" shall be defined as a public or private high school located within South Carolina, an approved home school program as defined in relevant State Statute (Sections 59-65-40, 45, and 47) or a preparatory high school located outside of the State while the student is a dependent of a legal resident of South Carolina who has custody or pays child support and college expenses of the dependent high school student in accordance with Section 59-112-10. A "preparatory high school" (out-of-state) is defined as a school recognized by the state in which the school is located to offer curricula through the twelfth grade and prepares students for college entrance.

P. "Home institution" shall be defined as the institution where the student is currently enrolled as a degree-seeking student and may be eligible for financial aid at the same institution.

Q. "Independent institutions/private institutions" are defined, for the purposes of the Palmetto Fellows Scholarship Program, as those four-year institutions eligible to participate in the South Carolina Tuition Grants Program as defined in Chapter 113 of Title 59 of the 1976 Code, which stipulates that an "independent institution of higher learning means any independent eleemosynary junior or senior college in South Carolina whose major campus and headquarters are located within South Carolina and which is accredited by the Southern Association of Colleges and Schools; or an independent bachelor's level institution which was incorporated in its original charter in 1962, was granted a license to operate in 1997 by the Commission on Higher

Education, has continued to maintain a campus in South Carolina, and is accredited by the Southern Association of Colleges and Schools. Institutions whose sole purpose is religious or theological training or the granting of professional degrees do not meet the definition of ‘public or independent institutions’ for purpose of this charter”. Two-year independent institutions are not eligible to participate in the Palmetto Fellows Scholarship Program.

R. “Ineligible degree program” shall be defined, for the purposes of the Palmetto Fellows Scholarship Enhancement, as a degree program that is not on the Commission’s posted list of approved eligible programs.

S. “Misdemeanor offenses” shall be defined as crimes classified under State statute (Section 16-1-100), less serious than felonies, and are typically punishable by fine or imprisonment for less than one year. A complete listing is located under Title 16 of State statute. Examples of alcohol and/or drug-related misdemeanor offenses in South Carolina include, but are not limited to, possession of alcohol under the age of 21, possession of marijuana/illegal drugs, open container, transfer of alcohol to persons under 21, providing false information as to age (fake identification), etc.

T. “Military mobilization” is defined as a situation in which the U.S. Department of Defense orders members of the United States Armed Forces to active duty away from their normal duty assignment during a time of war or national emergency.

U. “Multi-handicapped student” shall be defined as a student who, in addition to being visually or hearing impaired, has at least one additional disabling condition that qualifies the student to receive specialized postsecondary education.

V. “Palmetto Fellows Scholarship Recipient” is defined as a student who meets all of the eligibility requirements to receive a Palmetto Fellows Scholarship. Students who meet the eligibility requirements for a Palmetto Fellows Scholarship but do not receive any Palmetto Fellows Scholarship funds, due to the cost of attendance being met by other sources of financial aid will be classified as a Palmetto Fellows Scholarship recipient.

W. “Program of study that is structured so as not to require a bachelor’s degree for acceptance into the program and leads to a graduate degree”, which will be the student’s first academic degree awarded. Students are eligible to receive the Scholarship for a maximum of eight terms (or its equivalent) towards their undergraduate degree as long as all other eligibility requirements are met and the program is approved by the Commission on Higher Education. Students who have been awarded a bachelor’s or graduate degree are not eligible for Scholarship funding. Students must maintain their undergraduate status each academic term, with the exception of students enrolled in the Master of Science in Physician Assistant studies, Master of Science in Cytology and Biosciences and the Doctor of Pharmacy program at the University of South Carolina and the Medical University of South Carolina.

X. “Public institutions” are defined, for the purposes of the Palmetto Fellows Scholarship Program, as those four-year bachelor’s degree-granting institutions as defined in Chapter 103 of Title 59 of the 1976 Code, which stipulates “public higher education shall mean state-supported education in the postsecondary field.” Public two-year institutions and technical colleges are not eligible for participation in this Program.

Y. “Remedial/developmental coursework” shall be defined as sub-collegiate level preparatory courses in English, mathematics, reading, or any other course deemed remedial by the institution

where the course is taken.

Z. “Second year/sophomore year” shall mean any student who is enrolled in his or her third or fourth semester of full-time, undergraduate coursework following high school graduation. The student is in his/her second year of consecutive, full-time college enrollment based on the student’s initial date of college enrollment after graduation from high school. Exempted credit hours (such as AP, CLEP, etc.), credit hours earned before high school graduation, and credit hours earned the summer term immediately following high school graduation cannot be used to meet the annual credit hour requirement for continued eligibility as determined for the Palmetto Fellows Scholarship.

AA. “South Carolina resident” shall be defined as an individual who satisfies the requirements of residency in accordance with the state of South Carolina Statute for Tuition and Fees, Section 59-112-10, and all related guidelines and regulations promulgated by the Commission on Higher Education as determined by the institutional residency officer each academic year.

BB. “Satisfactory academic progress in a major” shall be defined as the progress required by the institution and academic department in which the student is enrolled as a full-time, degree-seeking student. The student must meet all requirements for satisfactory academic progress towards degree completion of the declared major as established by the policies of both the institution and the declared major in which the student is enrolled to meet the requirements of satisfactory academic progress.

CC. “Transfer student” is defined, for the purposes of this Program, as a student who has changed full-time enrollment from a four-year institution to another eligible independent or public institution.

DD. “Third year/junior year” shall mean the fifth or sixth semester of full-time, undergraduate coursework following high school graduation. The student is enrolled in his/her third year of consecutive, full-time enrollment based on the student’s initial date of college enrollment after graduation from high school. Exempted credit hours (such as AP, CLEP, etc.), credit hours earned before high school graduation, and credit hours earned the summer term immediately following high school graduation cannot be used to meet the annual credit hour requirement for continued eligibility as determined for the Palmetto Fellows Scholarship.

EE. “3 plus 2 programs” is defined, for the purposes of the Palmetto Fellows Scholarship Enhancement, as a program (typically an engineering major) in which a student completes **three** years of a baccalaureate program at one institution, at which time the student transfers to a second institution and completes the remaining two years of an undergraduate degree program. When the student completes the fourth year of enrollment, credit hours are transferred back to the initial institution, which confers the first baccalaureate degree (e.g., physics) using articulated credits from the second institution, the student receives the second baccalaureate degree (e.g., engineering). 3 plus 2 programs for the purposes of receiving the Palmetto Fellows Scholarship Enhancement shall be defined and approved by the SC Commission on Higher Education. Students must be enrolled as a declared major in an eligible program that is approved and assigned a CIP code by the Commission. Enrollment in a minor does not meet the requirement of an eligible degree program for a Palmetto Fellows Scholarship Enhancement award.

62-1115            Student Eligibility for Palmetto Fellows Scholarship and Scholarship Enhancement

- A. In order to qualify for consideration for a Palmetto Fellows Scholarship, a student must:
1. Meet the eligibility criteria stipulated under the “Student Application” Section;
  2. Be enrolled as a senior in an eligible high school;
  3. Be a legal resident of South Carolina as defined in applicable State Statute governing the determination of residency for tuition and fee purposes at the time of college enrollment;
  4. Be a U.S. citizen or a legal permanent resident that meets the definition of an eligible non-citizen under State Residency Statute;
  5. Be seriously considering attending, have applied, or have been accepted for admission to an eligible four-year bachelor’s degree-granting independent or public institution in South Carolina as a first-time, full-time, degree-seeking student;
  6. Certify that he/she has never been adjudicated delinquent, convicted, or pled guilty or *nolo contendere* to any felonies or any second or subsequent alcohol/drug related offenses under the laws of this or any other state or under the laws of the United States in order to be eligible for a Palmetto Fellows Scholarship, except that a high school or college student otherwise qualified who has been adjudicated delinquent or has been convicted or pled guilty or *nolo contendere* to a second or subsequent alcohol or drug-related misdemeanor offense nevertheless shall be eligible or continue to be eligible for such scholarships after the expiration of one academic year from the date of the adjudication, conviction, or plea by submitting a signed affidavit each academic year to the institution. However, a high school or college student who has been adjudicated delinquent, convicted, or pled guilty or *nolo contendere* of a second alcohol/drug related misdemeanor offense is ineligible for the next academic year of enrollment at an eligible institution after the date of the adjudication, conviction or plea. If the adjudication, conviction, or plea occurs during the academic year after the student has already submitted a signed affidavit to the institution, the student will be eligible to receive the Scholarship the remainder of the academic year. However, the student will be ineligible for the Scholarship the following entire academic year of enrollment. If a student completes a pretrial intervention program and has his/her record expunged the conviction will not affect Scholarship eligibility;
- B. Submit the official Palmetto Fellows Scholarship Application by the established deadline(s) and comply with all the directions contained therein.
- C. The high schools shall ensure that all students meeting the eligibility criteria are given the opportunity to be included in the applicant pool.
- D. A student who graduates immediately after the high school junior year is eligible to apply for the Palmetto Fellows Scholarship, providing that the student meets all eligibility requirements as described in the “Student Eligibility” Section, and providing that the student is entering an eligible independent or public institution not later than the fall term immediately following high school graduation.
- E. Students receiving a Palmetto Fellows Scholarship are not eligible for a LIFE Scholarship, SC HOPE Scholarship or Lottery Tuition Assistance.
- F. Any student who attempts to obtain or obtains a Palmetto Fellows Scholarship through means of a willfully false statement or failure to reveal any material fact, condition, or circumstances

affecting eligibility will be subject to applicable civil or criminal penalties, including loss of the Palmetto Fellows Scholarship.

G. To be eligible for a Palmetto Fellows Scholarship Enhancement each academic year, the student must:

1. Meet all of the eligibility requirements at the end of each academic year to receive a Palmetto Fellows Scholarship as stipulated by state law and regulation and be a recipient of Palmetto Fellows Scholarship funds at the time of Enhancement disbursement.

2. Be enrolled as a full-time, degree-seeking student in a declared major in science, mathematics or an eligible program that is approved and assigned a CIP code by the Commission on Higher Education. Eligible programs include degrees awarded in mathematics and science fields, computer science or informational technology, mathematics or science education, engineering, and healthcare and related disciplines including medicine and dentistry. The student must be making satisfactory academic progress towards completion of their declared major.

3. The Palmetto Fellows Scholarship Enhancement is to be an annual award. Half to be disbursed in the fall and half to be disbursed in the spring. Students who change their major from an ineligible degree program to an eligible degree program during the same academic year shall not receive the Palmetto Fellows Scholarship Enhancement during that academic year.

4. Be enrolled at an eligible four-year public or independent institution located in South Carolina.

5. Effective for the 2007-08 academic year only, all students who are enrolled at a four-year institution as sophomores, juniors and seniors must meet the continued eligibility requirements of earning at least 30 credit hours each academic year and a minimum 3.0 cumulative institutional GPA as stipulated by law and regulation for the Palmetto Fellows Scholarship by the end of each academic year, be a recipient of Palmetto Fellows Scholarship funds, and be enrolled as a full-time, degree-seeking student in a declared major of science or mathematics in an eligible program that is approved and assigned a CIP code by the Commission on Higher Education at the time of disbursement of Palmetto Fellows Scholarship Enhancement funds. These students may continue to receive the Palmetto Fellows Scholarship Enhancement for their remaining terms of eligibility for the Palmetto Fellows Scholarship. To be awarded a Palmetto Fellows Scholarship Enhancement each year, these students must meet all requirements in section 62-1115 and be enrolled as a full-time, degree-seeking student in a declared major of science or mathematics in an eligible program that is approved and assigned a CIP code by the Commission on Higher Education at the time of disbursement of Palmetto Fellows Scholarship Enhancement funds; **or**

6. Beginning with the fall 2007 freshman class and thereafter, all students must have successfully completed a total of at least fourteen credit hours of instruction in mathematics and life and physical science courses with a minimum of six hours in mathematics and a minimum of six hours in life and physical science including one laboratory course during the first year of enrollment. For the purpose of meeting the required minimum level of instruction in mathematics and life and physical science courses during a student's first year, **Exempted Credit Hours, College Level Examination Program (CLEP), Dual Enrollment, Pass/Fail courses with a grade of "Pass" (only), International Baccalaureate (IB) courses and Advanced Placement (AP) courses in mathematics and life and physical sciences taken in high school in which the student scored a three or more on the advanced placement test and received college credit may count toward the fulfillment of this minimum requirement.** Remedial/developmental, continuing education, and non-degree credit coursework cannot be used to meet the specified fourteen hour mathematics



and science credit hour requirement to gain eligibility to receive the Palmetto Fellows Scholarship Enhancement or to meet the requirements to receive a Palmetto Fellows Scholarship.

7. Be in the second, third or fourth year of full-time enrollment (based on initial date of college enrollment after high school graduation) at an eligible four-year public or independent institution in South Carolina. Students enrolled full-time in an eligible, approved five-year degree program may be eligible to receive a Palmetto Fellows Scholarship Enhancement in their fifth year of college enrollment (based on initial date of college enrollment after high school graduation). Students enrolled full-time in an eligible, approved 3 plus 2 program may be eligible to receive the Palmetto Fellows Scholarship Enhancement for six consecutive terms (i.e., three academic years).

#### 62-1120 Student Application

A. The Commission on Higher Education will send information regarding the application process to all South Carolina high schools, home school associations and district superintendents. High school officials will identify students who meet the specified eligibility criteria by each established deadline. Applications must be submitted no later than the established deadline(s) along with the appropriate signatures, official transcripts and test score verification to the Commission on Higher Education. Students who are enrolled at out-of-state high schools are personally responsible for contacting the Commission on Higher Education about the application process and must adhere to the same established deadline(s).

B. The high schools and home school associations shall submit a list to the Commission on Higher Education indicating the names of all students who meet the eligibility criteria according to the high school. The list shall indicate whether the student is submitting a completed application or declining the opportunity to submit an application. If the student declines the opportunity to submit an application, the high school will submit a form for each of these students, signed by both the student and the parent/guardian, and indicating the reason(s) for not submitting an application. Students who decline to apply for the Scholarship forfeit any future eligibility under the Program.

C. Applications for early awards must be submitted to the Commission on Higher Education for the Palmetto Fellows Scholarship by the date established in December each academic year. Students must meet one of the following academic criteria in order to be eligible to apply for the early awards (students cannot use early awards criteria to meet the final awards deadline):

1. Score at least 1200 on the SAT or 27 on the ACT through the November test administration of the senior year; earn a minimum 3.50 cumulative GPA at the end of the junior year; and rank in the top six percent of the class at the end of either the sophomore or the junior year; or

2. Score at least 1400 on the SAT or 32 on the ACT through the November test administration of the senior year and earn a minimum 4.00 cumulative GPA at the end of the junior year, without regard to class rank.

D. Applications for final awards must be submitted to the Commission on Higher Education for the Palmetto Fellows Scholarship by the date established in June each academic year. Students must meet one of the following academic criteria in order to be eligible to apply for the final awards:

1. Score at least 1200 on the SAT or 27 on the ACT through the June test administration of the

senior year; earn a minimum 3.50 cumulative GPA at the end of the senior year; and rank in the top six percent of the class at the end of the senior year; or

2. Score at least 1400 on the SAT or 32 on the ACT through the June test administration of the senior year and earn a minimum 4.00 cumulative GPA at the end of the senior year, without regard to class rank.

E. Students must have official certification that they earned the requisite score on the SAT I or an equivalent ACT score. The Commission on Higher Education shall convert all ACT scores to the equivalent SAT scores. In order to determine the minimum composite score for the SAT, students must use the highest Math score combined with the highest Critical Reading score (formerly known as the Verbal score). Students may use the highest Math score and highest Critical Reading/Verbal score from different test administrations. However, students cannot use the Writing subsection score to meet the minimum SAT score requirement. Students may use the SAT version prior to March 2005 and/or the new version to meet the SAT score requirement. In order to determine the minimum composite score for the ACT, students must use the highest composite score based upon one test administration.

F. Grade point averages must be based on the Uniform Grading Scale, reported with at least two decimal places, and may not be rounded up.

G. The number of students included in the top six percent of the class will be the next whole number if the top six percent is not already a whole number. For example, a class size of 185 students would include the top twelve students since 11.1 rounds up to twelve. For those high schools that have fewer than twenty students in the class, the top two students (students ranked as number one and two) shall be considered for the Scholarship regardless of whether they rank in the top six percent of the class. These students must meet all other eligibility criteria.

H. In order to apply for the Palmetto Fellows Scholarship by using rank as an eligibility criterion, home school students must be a member of an approved home school program (as defined in relevant State Statute) that provides an official class rank for their members. If a home school student is unable to obtain rank verification, he/she may also be eligible by using the alternative criteria of scoring at least 1400 on the SAT (or 32 on the ACT) and earning a minimum 4.00 cumulative GPA on the Uniform Grading Scale, without regard to class rank. These students must meet all other eligibility criteria.

I. Students who attend out-of-state preparatory high schools must be eligible to apply by using the alternative criteria of scoring at least 1400 on the SAT (or 32 on the ACT) and earning a minimum 4.00 cumulative GPA on the Uniform Grading Scale. In order to meet the GPA requirement, students must request that an official designated by the Commission on Higher Education convert the students' grades to the UGS. Any fees and requirements associated with the grade conversion are the responsibility of the student. These students must meet all other eligibility criteria, including South Carolina residency requirements.

#### 62-1125 Selection Process

A. The Commission on Higher Education shall notify students of their selection as a Palmetto Fellow along with the terms and conditions of the award.

B. In order to accept the Scholarship, students must return a form that designates an eligible independent or public institution in which they plan to enroll by the date established by the

Commission on Higher Education.

C. Visually impaired, hearing impaired or multi-handicapped students who qualify for the Scholarship may use the State Scholarship funds to attend a four-year out-of-state institution that specializes in educating students with their impairment upon receiving prior approval from the Commission on Higher Education. The Commission on Higher Education shall make the final decision whether an out-of-state institution specializes in the postsecondary education of visually impaired, hearing impaired or multi-handicapped students.

D. A student who applied for and was subsequently awarded the Palmetto Fellows Scholarship as a senior in high school, but declined the award to attend a four-year out-of-state institution, is eligible to reapply for the Scholarship upon transferring back to an eligible independent or public institution in South Carolina. Students must have met all initial and continued eligibility requirements for the Palmetto Fellows Scholarship. The number of terms a student attended college out-of-state will be deducted from the eight terms of Scholarship eligibility.

E. The Commission on Higher Education shall ensure that there is equitable minority participation in the Program.

62-1130            Regaining Eligibility for a Palmetto Fellows Scholarship and Palmetto Fellows Scholarship Enhancement

A. Students who lose eligibility for the Palmetto Fellows Scholarship cannot regain the Scholarship. Therefore, the Palmetto Fellows Scholarship Enhancement also cannot be regained if lost.

62-1135            Policies and Procedures for Awarding Palmetto Fellows Scholarships and Palmetto Fellows Scholarship Enhancement

A. The institution shall specify exact award amounts based upon applying the Palmetto Fellows Scholarship Regulation and criteria stipulated herein;

1. The annual award amount for first year Palmetto Fellows Scholarship recipients shall not exceed \$6,700 per academic year and the annual award amount for second, third, fourth and fifth year Palmetto Fellow Scholarship recipients shall not exceed \$7,500.
2. The annual award amount for Palmetto Fellows Scholarship Enhancement recipients shall not exceed \$2,500 per academic year.

B. The Palmetto Fellows Scholarship and Scholarship Enhancement are to be an annual award. Half to be disbursed in the fall and half to be disbursed in the spring. Students who change their major from an ineligible degree program to an eligible degree program during the same academic year shall not receive the Palmetto Fellows Scholarship Enhancement for that academic year.

C. Palmetto Fellows Scholarship funds and the Palmetto Fellows Scholarship Enhancement funds are to be used only toward payment for cost of attendance as established by Title IV Regulations with modifications set forth in D below for the academic year for which the Scholarship is made at the designated independent or public institution. The maximum amount awarded shall not exceed the cost of attendance as established by Title IV Regulations for any year.

D. Charges for room and board are to be limited as follows:

1. Room charges shall not exceed the average cost of on-campus residential housing; and
2. Board charges shall not exceed the cost of the least expensive campus meal plan that includes 21 meals per week.

E. In determining the amount awarded for the Palmetto Fellows Scholarship and the Palmetto Fellows Scholarship Enhancement, all other sources of gift aid, including federal, State, private and institutional funds and the base Palmetto Fellows Scholarship, must be applied to the unmet total cost of attendance in accord with Title IV Regulations before calculating the Scholarship amount and awarding the Scholarship. Adjustments to the financial aid package will be made to the Palmetto Fellows Scholarship and Palmetto Fellows Scholarship Enhancement in accordance with prescribed Title IV Regulations in order to prevent an over-award.

E. Although a student may be named a Palmetto Fellow, the student may not receive Palmetto Fellows Scholarship or Palmetto Fellows Scholarship Enhancement funds if the award, when added to other financial resources, would cause the student to receive total assistance in excess of the student's cost of attendance as defined by Title IV Regulations and these guidelines.

F. Eligible independent and public institutions will notify students of their award along with the terms and conditions of the award.

G. Upon verification, eligible independent and public institutions will notify the Commission on Higher Education on an annual basis, the names of students who will be awarded the Palmetto Fellows Scholarship Enhancement.

H. The institution must retain annual paper or electronic documentation for the Palmetto Fellows Scholarship and the Palmetto Fellows Scholarship Enhancement to include at a minimum:

1. Institutional Student Information Record (ISIR) or affidavit documenting that the student is not in default or does not owe a refund on any state or federal financial aid
2. Affidavit documenting that the student has never been convicted of any felonies and not been convicted of any second or subsequent alcohol/drug-related misdemeanor offenses within the past academic year as stated under "Student Eligibility" and "Duration and Renewal of Awards" Sections
3. Award notification
4. Institutional disbursement to student
5. Refund or repayment (if appropriate)
6. Student's residency status
7. Enrollment and curriculum requirements
8. Verification from the institutional Disability Services Provider of student's disability and approval of reduced course-load requirement (if appropriate)
9. Military mobilization orders (if appropriate)
10. Beginning with the 2007-08 freshman class and thereafter, all institutions must retain documentation verifying that students met the minimum fourteen credit hour course level requirement by the end of the first year of college enrollment for the Palmetto Fellows Scholarship Enhancement.

I. It is the institution's responsibility to ensure that only eligible students receive the Palmetto Fellows Scholarship and the Palmetto Fellows Scholarship Enhancement.

In order to receive a Palmetto Fellows Scholarship Enhancement the student must be a recipient of the Palmetto Fellows Scholarship and meet the following criteria under this section.

A. A Palmetto Fellows Scholarship and a Palmetto Fellows Scholarship Enhancement shall be initially awarded for one academic year. The institution shall adjust the amount of the Palmetto Fellows Scholarship and the Scholarship Enhancement award during the academic year in the event of a change in the student's eligibility.

B. Students selected as Palmetto Fellows must enter an eligible independent or public institution the fall term immediately following high school graduation.

C. A Palmetto Fellows Scholarship may be renewed annually for no more than a total of eight terms and a Palmetto Fellows Scholarship Enhancement for no more than six terms (or its equivalent) of full-time study toward the first bachelor's degree. Students must maintain their undergraduate status, with the exception of students enrolled in the Master of Science in Physician Assistant studies, Master of Science in Cytology and Biosciences and the Doctor of Pharmacy program at the University of South Carolina and the Medical University of South Carolina, in order to receive a Palmetto Fellows Scholarship and Palmetto Fellows Scholarship Enhancement each academic year. Students enrolled in an approved five-year degree program may be eligible to receive a Palmetto Fellows Scholarship for a fifth year of full-time, undergraduate work and a Palmetto Fellows Scholarship Enhancement for a fourth year of full-time undergraduate coursework.

D. The institution shall be responsible for obtaining institutional certification of each recipient's cumulative grade point average, credit hours earned and verification from the academic department of enrollment status in a declared major for purposes of determining eligibility for award renewal. By the end of the spring term, the institution shall notify all Palmetto Fellows who have not met the continued eligibility requirements for the next academic year. The notification should also include information regarding the student's ability to attend summer school in order to meet the continued eligibility requirements.

E. In order to retain eligibility for the Palmetto Fellows Scholarship and the Palmetto Fellows Scholarship Enhancement after the initial year, the student must meet the following continued eligibility requirements:

1. Enroll full-time at the time of the Scholarship disbursement;
2. Earn at least a cumulative 3.0 GPA at the home institution for graduation purposes by the end of each academic year;
3. Earn a minimum of thirty credit hours for graduation purposes by the end of each academic year. Exempted credit hours (such as AP, CLEP, etc.), credit hours earned before high school graduation, and credit hours earned the summer term immediately following high school graduation cannot be used to meet the annual credit hour requirement.
4. Be enrolled as a full-time, degree-seeking student in a declared major in science, mathematics or an eligible program that is approved and assigned a CIP code by the Commission on Higher Education. Eligible programs include degrees awarded in mathematics

and science fields, computer science or informational technology, mathematics or science education, engineering,

5. Certify each academic year that he/she has not defaulted and does not owe a refund or repayment on any federal or state financial aid. If a student has an Institutional Student Information Record (ISIR) or its equivalent on file, the ISIR information will be used to verify default status or refund/repayment owed. Students who have not completed the FAFSA must have an affidavit on file to verify that he/she is not in default and does not owe a refund or repayment on any federal or state financial aid, including the state grants/scholarships, Pell Grant, Supplemental Educational Opportunity Grant, Federal Perkins or Stafford Loan; and

5. Certify that he/she has never been adjudicated delinquent, convicted, or pled guilty or *nolo contendere* to any felonies or any second or subsequent alcohol/drug related offenses under the laws of this or any other state or under the laws of the United States in order to be eligible for a Palmetto Fellows Scholarship, except that a high school or college student otherwise qualified who has been adjudicated delinquent or has been convicted or pled guilty or *nolo contendere* to a second or subsequent alcohol or drug-related misdemeanor offense nevertheless shall be eligible or continue to be eligible for such scholarships after the expiration of one academic year from the date of the adjudication, conviction, or plea by submitting a signed affidavit each academic year to the institution. However, a high school or college student who has been adjudicated delinquent, convicted, or pled guilty or *nolo contendere* of a second alcohol/drug related misdemeanor offense is ineligible for the next academic year of enrollment at an eligible institution after the date of the adjudication, conviction or plea. If the adjudication, conviction, or plea occurs during the academic year after the student has already submitted a signed affidavit to the institution, the student will be eligible to receive the Scholarship the remainder of the academic year. However, the student will be ineligible for the Scholarship the following entire academic year of enrollment. If a student completes a pretrial intervention program and has his/her record expunged the conviction will not affect Scholarship eligibility;

F. Any student who attempts to obtain or obtains a Palmetto Fellows Scholarship or Palmetto Fellows Scholarship Enhancement through means of a willfully false statement or failure to reveal any material fact, condition, or circumstances affecting eligibility will be subject to applicable civil or criminal penalties, including loss of the Palmetto Fellows Scholarship and Palmetto Fellows Scholarship Enhancement

62-1145            Transfer of Palmetto Fellows Scholarship and Palmetto Fellows Scholarship Enhancement

A. Palmetto Fellows enrolled at a four-year public or independent institution may transfer the Scholarship to another eligible independent or public institution in South Carolina upon obtaining prior approval from the Commission on Higher Education by submitting either a transfer form or reapplication form.

B. Transfer students are only eligible to receive the Scholarship for the remaining terms of eligibility (based on the initial date of college enrollment) for no more than eight terms (or its equivalent) of college attendance.

C. Transfer students must comply with all standards for continued eligibility as defined under "Duration and Renewal of Awards" Section in order for their Scholarship to be eligible for transfer.

D. Students transferring to an eligible public or independent four-year SC institution may be eligible to receive a Palmetto Fellows Scholarship Enhancement if:

1. The student applied for and was offered a Palmetto Fellows Scholarship as a senior in high school but declined the award to attend an out-of-state institution and is now reapplying and transferring from an out-of-state institution to an eligible public or independent four-year institution at the end of the academic year. The student must meet all requirements as stipulated under section 62-1115 and be a Palmetto Fellows Scholarship recipient at the end of the first academic year in order to be awarded the Palmetto Fellows Scholarship Enhancement beginning the fall term of the second, third and/or fourth year of enrollment. Transfer students enrolled full-time in an eligible, Commission-approved five-year degree program may be eligible to receive a Palmetto Fellows Scholarship Enhancement in their fifth year of college enrollment (based on initial date of college enrollment after high school graduation).

2. The student applied for and was offered a Palmetto Fellows Scholarship as a senior in high school but declined the award to attend an out-of-state institution and is now reapplying and transferring from an out-of-state institution to an eligible public or independent four-year institution mid-year (i.e., spring term). The student may be eligible to receive a Palmetto Fellows Scholarship Enhancement for the fall term of the second, third or fourth year of enrollment, if the student has met all of the requirements stipulated under section 62-1115. Transfer students enrolled full-time in an eligible, Commission approved five-year program may be eligible to receive a Palmetto Fellows Scholarship Enhancement in their fifth year of college enrollment (based on initial date of college enrollment after high school graduation).

#### 62-1150 Students with Disabilities

A. Palmetto Fellows who qualify under the Americans with Disabilities Act (ADA) and Section 504 of the Rehabilitation Act of 1973 must meet all eligibility requirements as defined in the “Student Eligibility” Section, except for the full-time enrollment requirement, in order to be eligible to receive Scholarship funding. Students must comply with all institutional policies and procedures in accordance with ADA and Section 504 of the Rehabilitation Act of 1973.

B. For renewal, Palmetto Fellows who qualify under ADA and Section 504 of the Rehabilitation Act of 1973 must meet all renewal requirements as defined in the “Duration and Renewal of Awards” Section, except for a student not meeting the annual credit hour requirement who is approved by the Disability Services Provider at the home institution to be enrolled in less than full-time status or less than the required number of annual credit hours for that academic year. Each academic year for the Palmetto Fellows Scholarship and Palmetto Fellows Scholarship Enhancement renewal, students must earn the required number of hours approved by the institutional Disability Services Provider at the home institution and earn a minimum 3.0 cumulative grade point average for graduation purposes. Students must comply with all institutional policies and procedures in accordance with ADA and Section 504 of the Rehabilitation Act of 1973.

C. The institutional Disability Services Provider must provide written documentation to the Office of Financial Aid prior to each academic year verifying that the student is approved to be enrolled in less than full-time status or less than the required annual credit hours. It is the responsibility of transfer students to provide written documentation from the previous institutional Disability Services Provider.

D. Palmetto Fellows who qualify under ADA and Section 504 of the Rehabilitation Act of 1973 are eligible to receive up to the maximum number of available terms and available funds.

62-1155 Enrollment in Internships, Cooperative Work Programs, Travel Study Programs, or National or International Student Exchange Programs

A. Students enrolled in internships, cooperative work programs, travel study programs, or National or International Student Exchange Programs that are approved by the home institution and that the home institution accepts as full-time transfer credit are eligible to receive Palmetto Fellows Scholarship and Palmetto Fellow Scholarship Enhancement funds during the period in which the student is enrolled in such programs. Students will be required to meet the continued eligibility requirements.

B. Eligible students may use the appropriated portion of the Palmetto Fellows Scholarship and Palmetto Fellows Scholarship Enhancement funds for internships, cooperative work programs, travel study programs, or National or International Student Exchange Programs that are approved by the home institution and that the home institution accepts as full-time transfer credit. Palmetto Fellows Scholarship and Palmetto Fellows Scholarship Enhancement funds must be paid directly to the student's account at the home institution. The amount awarded cannot exceed the cost of attendance at the home institution or the cost of attendance at the host institution, whichever is less. The Commission on Higher Education will not transfer Scholarship funds to the institutions where students will participate in internships, cooperative work programs, travel study programs, or National or International Student Exchange Programs. The home institution is responsible for Scholarship funds according to the "Program Administration and Audits" Section.

C. Students who enroll in one academic term at the home institution and also enroll in an internship, cooperative work program, travel study program, or National or International Student Exchange Program that are approved by the home institution and that do not award full-time transfer credit during the same academic year must earn fifteen credit hours and a cumulative 3.0 grade point average for graduation purposes by the end of the academic year to be eligible for Scholarship renewal for the next academic year. The student may continue to be eligible to receive the Palmetto Fellows Scholarship for up to a total of eight terms and the Palmetto Fellows Scholarship Enhancement for up to a total of six terms (or its equivalent) at all institutions attended (provided the student meets the continued eligibility requirements).

D. For students enrolling in an internship, cooperative work program, travel study program, or National or International Student Exchange Program that is approved by the home institution but does not award full-time transfer credit for the entire academic year, Scholarship renewal for the next academic year will be based on the prior year's eligibility. The student may continue to be eligible to receive the Palmetto Fellows Scholarship for up to a total of eight terms and the Palmetto Fellows Scholarship Enhancement for up to a total six terms (or its equivalent) at all institutions attended (provided the student meets the continued eligibility requirements).

E. Students enrolling in an internship, a cooperative work program, a travel study program, or National or International Student Exchange Program that are approved by the home institution during the academic year and did not use their entire eligibility for the Palmetto Fellows Scholarship or the Palmetto Fellows Scholarship Enhancement funds during this period shall be allowed to receive one term of Palmetto Fellows Scholarship and Palmetto Fellows Scholarship Enhancement funds during the succeeding summer. In order to receive the Palmetto Fellows Scholarship and the Palmetto Fellows Scholarship Enhancement funds for the succeeding



summer term, students must enroll in twelve credit hours at the home institution. In order to maintain eligibility for the next academic year for students who only attend summer school, the student must earn twelve credit hours by the end of the academic year. For students who enroll in summer school and one other term of the academic year, the student must earn a total of 27 credit hours (or its equivalent) by the end of the academic year. The student must meet all continued eligibility requirements, except for the completion of the thirty credit hour requirement for the academic year.

F. The home institution will be responsible for obtaining official certification of the student's cumulative grade point average, credit hours earned and verification from the academic department of enrollment status in a declared major for the purposes of determining eligibility for Scholarship renewal for the next academic year.

#### 62-1160 Military Mobilization

A. Service members who are enrolled in college and are affected by military mobilizations will not be penalized for the term they are required to withdraw after the full refund period based on the institutional policies and procedures. Institutions are strongly encouraged to provide a full refund of required tuition, fees and other institutional charges or to provide a credit in a comparable amount against future charges for students who are forced to withdraw as a result of military mobilization. Additionally, the term(s) that the service member is mobilized will not count against the maximum terms of eligibility. The service member shall be allowed to receive the unused term(s) while mobilized during the succeeding summer term or at the end of the maximum terms of eligibility (provided the service member meets continued eligibility requirements). The service member must re-enroll in an eligible independent or public institution within twelve months upon their demobilization and provide official documentation to verify military deployment to the institutional Financial Aid Office upon re-enrollment. Reinstatement will be based upon the service member's eligibility at the time he/she was mobilized. If the service member re-enrolls after the twelve month period, the service member must submit an Appeal Application to the Commission on Higher Education by the established deadline in order to be considered for reinstatement.

B. Service members who are enrolled in college and are mobilized for a minimum of one academic year may renew the Scholarship for the next academic year, if they met the continued eligibility requirements at the end of the prior academic year. Service members may continue to be eligible to receive the Palmetto Fellows Scholarship for up to a total of eight terms and the Palmetto Fellows Scholarship Enhancement for up to a total of six terms (or its equivalent) at all institutions attended (provided the service member meets continued eligibility requirements).

C. Service members who are enrolled in college and are mobilized for one academic term must complete fifteen credit hours and earn a cumulative 3.0 grade point average for graduation purposes by the end of the academic year to be eligible for Scholarship renewal for the next academic year. Service members may continue to be eligible to receive the Palmetto Fellows Scholarship for up to a total of eight terms and the Palmetto Fellows Scholarship Enhancement for up to a total of six terms (or its equivalent) at all institutions attended (provided the service member meets the continued eligibility requirements).

D. In order to receive the Palmetto Fellows Scholarship and a Palmetto Fellows Scholarship Enhancement for summer school for the unused term(s), the service member must enroll in twelve credit hours during the succeeding summer term at the home institution. For service members who enroll in summer school and one other term of the academic year, the service

member must earn a total of twenty-seven credit hours (or its equivalent) by the end of the academic year. In order to maintain eligibility for the next academic year for service members who only attend summer school, the member must earn twelve credit hours by the end of the academic year. The service member must meet all continued eligibility requirements, except for the completion of the thirty credit hour requirement for the academic year.

E. The home institution will be responsible for obtaining verification of military mobilization status, cumulative grade point average, credit hours earned and verification from the academic department of enrollment status in a declared major for the purposes of determining eligibility for Scholarship renewal for the next academic year.

#### 62-1165 Appeals Procedures

A. The Commission on Higher Education shall define the procedures for scholarship appeals.

B. A student who does not meet the continued eligibility criteria for renewal of the Palmetto Fellows Scholarship forfeits continued participation in the Program and may request an appeal based on extenuating circumstances.

C. A student is allowed to submit only one appeal each academic year.

D. A student wishing to appeal any non-renewal decision based on extenuating circumstances must submit the following source documents to the Commission on Higher Education by no later than the established deadline of the academic year the scholarship is requested:

1. A completed application for appeal
2. A letter requesting an appeal describing the extenuating circumstances
3. An official transcript(s)
4. Any other supporting documentation to substantiate the basis for the appeal

E. A student who fails to submit an appeal by the required deadline will result in forfeiture of the award.

F. The Palmetto Fellows Scholarship shall be suspended during the appeal period, but will be awarded retroactively if the appeal is granted.

G. Appeal Guidelines apply only to the Palmetto Fellows Scholarship, not the Palmetto Fellows Scholarship Enhancement. Students cannot appeal solely on the basis of a loss of a Palmetto Fellows Scholarship Enhancement.

G. The Appeals Committee's decision is final.

#### 62-1170 Institutional Disbursement of Palmetto Fellows Scholarship Funds

A. The institution will identify Palmetto Fellows Scholarship amounts, which cannot exceed \$6,700 per academic year for first year students and \$7,500 for second, third, fourth and fifth year students. The institution will identify Palmetto Fellows Scholarship Enhancement amounts which cannot exceed \$2,500 for the second, third, fourth and fifth year. Half of each Scholarship shall be awarded during the fall term and half during the spring (or its equivalent), assuming continued eligibility. Scholarships cannot be disbursed during the summer or any interim sessions with the exception of disbursements that meet the requirements under the "Enrollment in

Internships, Cooperative Work Programs, Travel Study Programs, or National or International Student Exchange Programs” or “Military Mobilization” Sections. Palmetto Fellows Scholarships may not be funded for more than a total of eight terms and Palmetto Fellows Scholarship Enhancements may not be funded for more than a total of six terms (or its equivalent) of full-time study toward the first bachelor’s degree. Students must maintain their undergraduate status, with the exception of students enrolled in the Master of Science in Physician Assistant studies, Master of Science in Cytology and Biosciences and the Doctor of Pharmacy program at the University of South Carolina and the Medical University of South Carolina, in order to receive a Palmetto Fellows Scholarship and Palmetto Fellows Scholarship Enhancement each academic year. Students enrolled in an approved five-year degree program may be eligible to receive a Palmetto Fellows Scholarship for a fifth year of full-time, undergraduate coursework and a Palmetto Fellows Scholarship Enhancement for a fourth year of full-time undergraduate coursework.

B. The Palmetto Fellows Scholarship and the Palmetto Fellows Scholarship Enhancement may not be applied to remedial/developmental coursework, a second bachelor’s degree or to graduate coursework, unless the graduate coursework is required as part of a program of study that is structured so as not to require a bachelor’s degree and leads to a graduate degree as defined in the “Program Definitions” Section.

C. The institution shall provide each Palmetto Fellow with an award notification for their Palmetto Fellows Scholarship and Palmetto Fellows Scholarship Enhancement for each academic year, which will contain the terms and conditions of the Scholarship and other financial aid awarded. Students will be notified of adjustments in financial aid due to changes in eligibility and/or over-award issues. The Commission on Higher Education, for documentation purposes, requires that each institution obtain verification of acceptance of the Palmetto Fellows Scholarship and terms for the award.

D. After the last day to register for each term of the academic year, the institution will verify enrollment of each recipient as a South Carolina resident who is a full-time degree-seeking student. The institution must submit a request for funds and/or return of funds by the established deadline each term. In addition, a listing of eligible recipients by identification number with the award amounts must be sent to the Commission on Higher Education by the established deadline each term. At this time, any unused funds must be returned to the Commission immediately.

E. The Commission will disburse awards to the eligible independent and public institutions to be placed in each eligible student’s account.

G. Students who change their major from an ineligible degree program to an eligible degree program during the same academic year shall not receive the Palmetto Fellows Scholarship Enhancement for that academic year. Students who change their major from an eligible degree program to an ineligible degree program during the same academic year may continue to receive the Palmetto Fellows Scholarship Enhancement during the current academic year; however, the student cannot be awarded the Palmetto Fellows Scholarship the next academic year of enrollment in an ineligible degree program.

62-1175            Refunds and Repayments Palmetto Fellows Scholarship and Palmetto Fellows Scholarship Enhancement

A. In the event a student who has been awarded a Palmetto Fellows Scholarship and a Palmetto Fellows Scholarship Enhancement withdraws, is suspended from the institution, or drops below

full-time status during any regular term of the academic year, institutions must reimburse the Palmetto Fellows Scholarship Program for the amount of the Scholarship for the term in question pursuant to refund policies of the institution. Collection is the responsibility of the institution.

B. In the event a student withdraws or drops below full-time status after the institution's refund period and therefore must pay tuition and fees for full-time enrollment, the Palmetto Fellows Scholarship and Palmetto Fellows Scholarship Enhancement may be retained by the student pursuant to the refund policies of the institution.

C. The Palmetto Fellows Scholarship as well as award amounts for the Palmetto Fellows Scholarship Enhancement are both contingent on the availability of funds appropriated by the General Assembly each academic year.

#### 62-1180 Program Administration and Audits

A. The South Carolina Commission on Higher Education shall be responsible for the oversight of functions (e.g., guidelines, policies, rules, regulations) relative to this Program with eligible independent and public institutions. The Commission on Higher Education shall be responsible for the allocation of funds, promulgation of guidelines and regulation governing the Palmetto Fellows Scholarship Program, any audits, or other oversight as may be deemed necessary to monitor the expenditures of Scholarship funds.

B. According to the Audit Policies and Procedures for Scholarship and Grant Programs Manual, all eligible independent and public institutions that participate in the Program must abide by Program policies, rules or regulations. Institutions also agree to maintain and provide all pertinent information, records, reports, or any information as may be required or requested by the Commission on Higher Education or the General Assembly to ensure proper administration of the Program.

C. The Chief Executive Officer at each eligible independent and public institution shall identify to the Commission on Higher Education a Palmetto Fellows Scholarship and Palmetto Fellows Scholarship Enhancement institutional representative who is responsible for the operation of the Program on the campus and will serve as the contact person for the Program. The institutional representative will act as the student's fiscal agent to receive and deliver funds for use under the Program.

#### 62-1190 Suspension or Termination of Institutional Participation

A. The Commission on Higher Education may review institutional administrative practices to determine institutional compliance with pertinent statutes, guidelines, rules or regulations. If such a review determines that an institution has failed to comply with Program statutes, guidelines, rules or regulations, the Commission on Higher Education may suspend, terminate, or place certain conditions upon the institution's continued participation in the Program and require reimbursement to the Palmetto Fellows Scholarship Program for any funds lost or improperly awarded.

B. Upon receipt of evidence that an institution has failed to comply, the Commission on Higher Education shall notify the institution in writing of the nature of such allegations and conduct an audit.

C. If an audit indicates that a violation(s) may have occurred or are occurring at any eligible

independent or public institution, the Commission on Higher Education shall secure immediate reimbursement from the institution in the event that any funds were expended out of compliance with the provisions of the Act, any relevant statutes, guidelines, rules, and regulations.

**Statement of Rationale:** The Palmetto Fellows Scholarship Enhancement regulation is required by Section 59-149-30 and 59-149-15(B) of Act 115 of 2007 in implementing the legislation.