

## **MINUTES OF STATE FISCAL ACCOUNTABILITY AUTHORITY MEETING**

**June 27, 2018 – 9:00 A. M.**

The State Fiscal Accountability Authority (Authority) met at 9:00 a.m. on Wednesday, June 27, 2018, in Room 252 in the Edgar A. Brown Building, with the following members in attendance:

Mr. Curtis M. Loftis, Jr., State Treasurer;  
Mr. Richard Eckstrom, Comptroller General;  
Senator Hugh K. Leatherman, Sr., Chairman, Senate Finance Committee; and  
Representative W. Brian White, Chairman, Ways and Means Committee.

Governor Henry McMaster was not present at the meeting.

Also attending were State Fiscal Accountability Authority Executive Director Grant Gillespie; Authority General Counsel Keith McCook; State Auditor George Kennedy; Treasurer's Chief of Staff Clarissa Adams; Comptroller General's Chief of Staff Eddie Gunn; Senate Finance Committee Budget Director Mike Shealy; Ways and Means Chief of Staff Daniel Boan; Authority Secretary Delbert H. Singleton, Jr., and other State Fiscal Accountability Authority staff.

### ***Adoption of Agenda for State Fiscal Accountability Authority***

Upon a motion by Mr. White, seconded by Senator Leatherman, the Authority adopted the agenda as proposed.

### ***Minutes of Previous Meeting***

Mr. Eckstrom asked that State Auditor George Kennedy's name be added to the minutes to reflect his attendance at the meeting. He asked that the fifth line of the second paragraph on page 4 of the minutes be changed to strike the words "do so if the" and replace them with the word "continue"; and to insert the word "that" after the word "work". He also asked that the first sentence of the first indented paragraph on page 29 have the words "someone to describe" inserted after the word "asked" and delete the word "are" at the end of the sentence. Mr. Eckstrom further asked that the word "correctional" be inserted before the word "personnel" in the first sentence of the first paragraph on page 44. [Secretary's Note: The corrections were made to the minutes as noted.]

Upon a motion by Senator Leatherman, seconded by Mr. Eckstrom, the Authority

approved the minutes of the May 1, 2018, Authority meeting as amended.

***Blue Agenda***

Upon a motion by Senator Leatherman, seconded by Mr. White, the Authority approved the blue agenda as noted herein.

***State Treasurer’s Office: Bond Counsel Selection (Blue Agenda Item #1)***

In accord with Authority policy, the Authority received the State Treasurer’s Office report on the assignment of bond counsel as information.

**GENERAL OBLIGATION / OTHER REVENUE ISSUES:**

Description of Issue	Agency/Institution	Approved Bond Counsel
\$ 7,000,000 Athletic Facilities Revenue Bond	Clemson	Pope Flynn
\$150,000,000 Mortgage Revenue Bonds	SC State Housing Finance and Development Authority	McNair Law Firm

Information relating to this matter has been retained in these files and is identified as Exhibit 1.

***Department of Administration, Facilities Management and Property Services: Easements (Blue Agenda Item #2)***

The Authority approved granting the following easements as recommended by the Department of Administration, Facilities Management and Property Services:

- (a) County Location: Charleston  
From: Department of Administration  
To: James Island Public Service District  
Consideration: \$735  
Description/Purpose: To grant a 1.173 acre easement for the construction, installation, operation and maintenance of a sewer force main beneath tidal marshes to James Island Creek. The easement is needed for a force main replacement and capacity upgrades. The term of the easement will be fifty (50) years. Consideration is \$500 plus \$200 per acre for easements across navigable waterways and submerged lands.
  
- (b) County Location: Lexington and Richland

- From: Department of Administration  
To: City of Columbia  
Consideration: \$700  
Description/Purpose: To grant a 0.43 acre easement for the construction, installation, operation and maintenance of a sanitary sewer main beneath the Saluda River. The easement is needed for the construction of the new Rivermont Pump Station to increase the capacity for the service area. The term of the easement will be fifty (50) years. Consideration is \$500 plus \$200 per acre for easements across navigable waterways and submerged lands.
- (c) County Location: Beaufort  
From: Department of Administration  
To: South Carolina Electric & Gas Company  
Consideration: \$700  
Description/Purpose: To grant a 0.12 acre easement for the construction, installation, operation and maintenance of a gas line beneath Archers Creek to service Parris Island and replace an existing gas main attached to a bridge. The term of the easement will be fifty (50) years. Consideration is \$500 plus \$200 per acre for easements across navigable waterways and submerged lands.

Information relating to this matter has been retained in these files and is identified as Exhibit 2.

***Division of Procurement Services: Procurement Audit and Certification (Blue Agenda Item #3)***

In accordance with Section 11-35-1210 of the South Carolina Consolidated Procurement Code, the Division of Procurement Services audited the following agencies and recommended certification within the parameters described in the audit reports for the following agencies for a period of three years:

**Department of Health and Environmental Control:** drugs, biological for health use; contraceptive; biochemicals and biochemical research, \$12,000,000\* per commitment; all other supplies and services<sup>1</sup>, \$2,000,000\* per commitment; information technology, \$225,000\* per commitment; consultant services, \$250,000\* per commitment.

\*Total potential purchase commitment whether single year or multi-term contracts are used.

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<sup>1</sup> DHEC has had a separate certification for hospital sundries and germicides. Those items can be procured through the supplies and services certification.

The internal controls of the SC Department of Health and Environmental Control's procurement system are adequate to ensure compliance, in all material respects, with the South Carolina Consolidated Procurement Code and ensuing regulations as described in the audit report. The Division recommended the State Fiscal Accountability Authority grant SC Department of Health and Environmental Control the procurement certification limited noted above.

**Lander University:** supplies and services, \$200,000\* per commitment; information technology, \$150,000\* per commitment; consultant services, \$200,000\* per commitment; construction contract award, \$200,000\* per commitment; construction contract change order, \$75,000 per change order; architect/engineer contract amendment, \$50,000 per amendment.

\*Total potential purchase commitment whether single year or multi-term contracts are used.

The internal controls of Lander University's procurement system are adequate to ensure compliance, in all material respects, with the South Carolina Consolidated Procurement Code and ensuing regulations as described in the audit report. The Division recommended the State Fiscal Accountability Authority grant Lander University the procurement certification limits noted above.

In accord with Section 11-35-1210, the Authority approved the recommended certification within the parameters described in the audit reports for the following limits (total potential purchase commitment whether single-or multi- year contracts are used) for the following agencies:

**Department of Health and Environmental Control:** drugs, biological for health use; contraceptive; biochemical and biochemical research, \$12,000,000\* per commitment; all other supplies and services \$2,000,000\* per commitment; information technology, \$225,000\* per commitment; consultant services, \$250,000\* per commitment.

\*Total potential purchase commitment whether single year or multi-term contracts are used.

**Lander University:** supplies and services, \$200,000\* per commitment; information technology, \$150,000\* per commitment; consultant services, \$200,000\* per commitment; construction contract award, \$200,000\* per commitment; construction contract change order, \$75,000 per change order; architect/engineer contract amendment, \$50,000 per amendment.

\*Total potential purchase commitment whether single year or multi-term contracts are used.

Mr. Eckstrom asked if Lander University was the university that was being investigated by law enforcement for procurement irregularities in the past year or two. He asked John White, Materials Management Officer for the Division of Procurement Services, if he was aware of the procurement irregularities. Mr. White stated he was not familiar with the investigation and would find out the answer to Mr. Eckstrom's question. Mr. Eckstrom stated the matter involved the acquisition of IT equipment. Scott Pilgrim, a procurement specialist with Lander University, was present, but informed the Authority that he was not qualified to answer Mr. Eckstrom's question. Mr. Eckstrom asked that Mr. White and Mr. Pilgrim meet to find out the answer to his question.

Information relating to this matter has been retained in these files and is identified as Exhibit 3.

***Executive Director: Revenue Bonds (Blue Agenda Item #4)***

The Authority adopted a resolution approving the referenced proposal to issue revenue bonds.

Issuing Authority:	State Housing Finance and Development Authority
Amount of Issue:	Not Exceeding \$150,000,000 Mortgage Revenue Bonds
Allocation Needed:	-0-
Name of Project:	Mortgage Revenue Bonds, Series 2018A
Employment Impact:	N/A
Project Description:	Mortgage Revenue Bonds, Series 2018A
Bond Counsel:	Ryan D. Foley, McNair Law Firm, P. A.

Information relating to this matter has been retained in these files and is identified as Exhibit 4.

***Executive Director: Economic Development (2018 Ceiling Allocations) (Blue #5)***

The initial balance of the 2018 state ceiling allocation was \$527,558,745. In accord with Code Section 1-11-520, \$211,023,498 (40% of the total) was designated as the state pool and \$316,535,247 (60% of the total) was designated as the local pool. There is presently a state ceiling balance of \$484,048,745 remaining for 2018. Allocation requests for 2018 totaling \$71,000,000 have been received thus far.

The recommendation from the Department of Commerce for allocations for this cycle totals \$12,500,000. The Department of Commerce makes the following recommendation for allocation from the local pool:

JEDA Ridgeland Pellet, LLC (Jasper County), \$9,500,000; and  
JEDA Lakewood Senior Living (Spartanburg County), \$3,000,000.

The Authority approved \$10,000,000 in ceiling allocation as carryforward allocation for the Lakewood Senior Living project at its December 12, 2017, Authority meeting. This request was for supplemental state ceiling allocation to cover the increase in construction and land costs. The total project cost is not to exceed \$13,000,000. Because the approval of the increased bond issuance by JEDA's Board and the South Carolina Coordinating Council for Economic Development will not take place until after the Authority meeting, the approval of the request is contingent upon adoption by JEDA's Board of an amended inducement resolution and the Coordinating Council's approval of the bonds in the principal amount of not exceeding \$13,000,000. The tentative ceiling allocation for Lakewood Senior Living project will not be issued until JEDA notifies the Authority Secretary of the approvals by its Board and the Coordinating Council.

Authority approval of the recommended requests will leave an unexpended state ceiling balance of \$471,548,745 (state pool - \$211,023,498; local pool - \$260,525,247) to be allocated later in the calendar year.

In accord with Code Section 1-11-500 et seq. and upon the recommendation of the Department of Commerce, the Authority granted the following tentative ceiling allocation from the local pool:

JEDA Ridgeland Pellet, LLC (Jasper County), \$9,500,000; and  
JEDA Lakewood Senior Living (Spartanburg County), \$3,000,000, contingent upon adoption by JEDA's Board of an amended inducement resolution and the Coordinating Council's approval of the bonds in the principal amount of not exceeding \$13,000,000.

Information relating to this matter has been retained in these files and is identified as Exhibit 5.

***Department of Administration, Facilities Management and Property Services: University of South Carolina (USC) Student Housing Lease at Park Place in Columbia (Regular #1)***

In December 2016, USC received approval to lease 424 student housing beds in 152 units located at 506 Huger Street in Park Place from Park 7 Group to meet their current demand and future projections for University provided student housing for the Columbia campus. At that time, USC was projecting a shortage of between 1,900-4,200 beds between 2017 and 2020 and noted that, while the private student housing market is addressing much of the need for upperclassmen, USC must provide housing for all freshmen, foreign exchange students and critical programs such as the Honor’s College, Capstone Scholars, and Preston College which have living/learning programs that are part of their educational missions.

USC is continuing to experience a shortage in University provided student housing and is requesting to add an additional 212 beds at Park Place. While the option to lease additional beds was included in the lease, Real Property Services conducted a solicitation to test market availability and costs, and the selected location was the only response received.

The term for the additional beds will be for two (2 ) years beginning on August 1, 2018 and ending on July 31, 2020, with four (4) optional one (1) year renewals (Extended Terms). Basic Rent for the first year shall be \$893.00/bed/month and shall increase annually by three (3) percent as follows:

<b><u>INITIAL TERM</u></b>	<b><u>PERIOD: FROM - TO</u></b>	<b><u>ANNUAL RENT</u></b>
YEAR 1	August 1, 2018 – July 31, 2019	\$2,271,792.00
YEAR 2	August 1, 2019 – July 31, 2020	\$2,339,945.76
<b>TOTAL</b>		<b>\$4,611,737.76</b>
<b><u>EXTENDED TERMS</u></b>	<b><u>PERIOD: FROM-TO</u></b>	<b><u>ANNUAL RENT</u></b>
YEAR 3	August 1, 2020 – July 31, 2021	\$2,410,144.13
YEAR 4	August 1, 2021 – July 31, 2022	\$2,482,448.46
YEAR 5	August 1, 2022 – July 31, 2023	\$2,556,921.91
YEAR 6	August 1, 2023 – July 31, 2024	\$2,633,629.57
<b>TOTAL</b>		<b>\$10,083,144.07</b>

USC will also pay \$50/month per bed for electricity making the per bed rate \$943. However, if the utility costs exceed \$50/month per bed on average, USC could pay up to an additional \$25/month per bed for a maximum of \$190,800 in electricity costs (for a per bed rate of \$968). As such, the total maximum amount USC could pay over the Initial and Extended Terms is \$15,839,681.83. All charges will be passed on to the students occupying the units. Additionally, if a student moves out during the year, there is a waiting list from which USC will fill the vacated bed.

The following chart represents comparable lease rates of similar space in the downtown Columbia area:

<b>Location</b>	<b>Address</b>	<b>Avg Rent Rate/bed</b>
Granby Crossing	100 Granby	\$843.00
CanalSide Lofts	383 Taylor Street	\$1,110.00
Capitol Places II	1217 Taylor Street	\$1,295.00

Above rates are subject to base rent and operating expense escalations over the term.

There are adequate funds for the lease according to the Budget Approval Form submitted. The lease was approved by the USC Board of Trustees on March 26, 2018, the Commission on Higher Education on April 5, 2018, and JBRC on June 13, 2018.

Mr. Eckstrom noted that the item indicated that the term is for two initial years and four optional one year renewals. He said the four additional years are described differently in Derek Gruner’s letter from USC. He noted that Mr. Gruner’s letter stated “These beds are offered for an initial term of two years, with an option to extend for a 3-year term, and a second option to extend for one additional year.” Mr. Eckstrom said that is different from two initial years and four optional one year renewals. He asked Rick Kelly with USC if he knew what the difference was. Mr. Kelly said the intention is to have the four one-year options to parallel the original lease that was entered into and approved by the Authority in 2016. Mr. Kelly said they are trying to arrange this lease term so that it ends at the same time as the lease approved in 2016.

Upon a motion by Senator Leatherman, seconded by Mr. Eckstrom, the Authority, as requested by the University of South Carolina, through the Department of Administration, Facilities Management and Property Services, approved the proposed lease for USC at 506 Huger Street in Park Place in Columbia.

Information relating to this matter has been retained in these files and is identified as



Exhibit 6.

***Dept. of Administration, Capital Budget Office: Permanent Improvement Projects (R#2)***

The Authority was asked to approve permanent improvement project establishment requests and budget revisions as requested by the Department of Administration, Capital Budget Office. All items were reviewed favorably by the Joint Bond Review Committee.

Upon a motion by Senator Leatherman, seconded by Mr. White, the Authority approved permanent improvement project establishment requests and budget revisions as requested by the Department of Administration, Capital Budget Office as noted herein. All members voted for the item.

**Establish Project for A&E Design**

- (a) Summary 7-2018: JBRC Item 1. (H12) Clemson University  
Project: 9939, Chapel Construction  
Included in Annual CPIP: Yes – CPIP Priority 3 of 8 in FY20 (estimated at \$5,000,000)  
JBRC/SFAA Phase I Approval: N/A

CHE Recommended Approval: 6/7/18

<u>Source of Funding Detail</u>	<u>Original Budget Amount</u>	<u>Cumulative Changes Since Original Budget</u>	<u>Current Budget</u>	<u>Current Budget Adjustment Requested</u>	<u>Total Budget After Current Adjustment</u>
Other, Private Gifts & Donations	0.00	0.00	0.00	175,000.00	175,000.00
All Sources	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>175,000.00</u>	<u>175,000.00</u>

Funding Source: \$175,000 Other, Private Gifts & Donations, which are amounts received from individuals, corporations, and other entities that are to be expended for their restricted purposes.

Request: Establish project and budget for \$175,000 (Other, Private Gifts & Donation Funds) to begin Phase I pre-design to construct a non-denominational chapel on the Clemson campus. The Phase I pre-design budget is requested at 3.50% of the estimated project cost and the additional amount will allow the university to provide for a survey, site geotechnical investigation, and the pre-construction services of a construction manager. The chapel will provide students, faculty and

staff with a quiet space for reflection and meditation, as well as a place for the celebration and remembrance of Clemson students. It will be located along the Campus Green and will provide a readily accessible introspective place that is open to all in the Clemson community. The approximately 5,000 square foot chapel will include a large assembly space, lobby, meditation rooms and nooks, an open gallery, a preparation space and restrooms. Clemson University does not currently have a non-denominational chapel for reflection, meditation and remembrance on the campus. A quiet space is increasingly important for students that may become overwhelmed by the rigors of academic life and being away from home, often for the first time. In recent years, it has become evident that the campus needs a place to remember students who have passed away and many, including student body leaders, feel a chapel provides the right setting for this to take place. The concept of a memorial chapel has been embraced by Clemson students who have raised funds for the project and are preparing additional fundraising efforts to support it. Non-denominational chapels are common at colleges and universities nationwide and have been constructed at many other South Carolina public and private higher education institutions. Construction of the chapel will further the Clemson Forward strategic plan’s commitment to the cherished sense of community and connectedness that defines the Clemson family. The agency estimates that the completed project will cost approximately \$5,000,000. (See attachment 1 for additional annual operating costs.)

- (b) Summary 7-2018: JBRC Item 2. (H12) Clemson University  
Project: 9940, Daniel Hall Renovation and Expansion  
Included in Annual CPIP: Yes – CPIP Priority 5 of 7 in FY18 (estimated at \$45,000,000)  
JBRC/SFAA Phase I Approval: N/A

CHE Recommended Approval: 6/7/18

<u>Source of Funding Detail</u>	<u>Original Budget Amount</u>	<u>Cumulative Changes Since Original Budget</u>	<u>Current Budget</u>	<u>Current Budget Adjustment Requested</u>	<u>Total Budget After Current Adjustment</u>
Other, Maintenance & Stewardship	0.00	0.00	0.00	1,000,000.00	1,000,000.00
All Sources	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>1,000,000.00</u>	<u>1,000,000.00</u>

Funding Source: \$1,000,000 Other, Maintenance & Stewardship Funds, which are tuition, matriculation and other debt retirement and plant transfers revenues that are not formally obligated to fund debt service in the current period and that are responsibly transferred to and managed by the State Treasurer until the time of their State Treasurer approved qualified use.

Request: Establish project and budget for \$1,000,000 (Other, Maintenance & Stewardship Funds) to begin Phase I pre-design to renovate the 68,000 square foot Daniel Hall general classroom building and expand the facility by approximately 75,000 square feet. The Phase I pre-design budget is requested at 2.22% of the estimated project cost and the additional amount will allow the university to provide for additional field investigation on the existing facility and for site investigations for utilities. It will also provide the preconstruction services of a construction manager at risk. The renovations will include upgrading the HVAC and fire protection systems, improving accessibility, replacing exterior doors, improving the auditorium and repainting classroom walls. The expansion will include constructing new classrooms, a new 220-seat auditorium, and informal learning spaces. Daniel Hall was constructed in 1969 and has had minimal renovations since. It is the principal classroom building for and affects nearly every undergraduate student during their enrollment. While Daniel Hall has been well maintained and is in good condition, a complete renovation has not been possible due to heavy course loads and therefore, it is functionally deficient. The expansion will free up the current space and allow renovation without having a detrimental impact on classroom availability and utilization. Since Daniel Hall's construction, enrollment has increased from 6,700 to more than 24,300 students and is projected to grow another 20% over the next ten years. Expansion is needed to support growing enrollment and to address limited classroom availability and high utilization throughout campus. It will also allow for continuing core undergraduate instruction in an effective learning environment without disruptions from the existing facility's renovation. Several alternatives were considered but found to be disadvantageous. A comprehensive gut renovation of Daniel Hall was considered, but to bring the building up to modern instructional and space standards would have required substantial structural retrofits and a new building envelope and would cost more than construction of a new building. Also, a two-phase plan with new construction and renovation similar to the proposed scope was evaluated but was determined to be more expensive and more disruptive to the campus and students. The proposed project will enable Clemson to achieve economies of scale and efficiencies while minimizing disruption to students. The agency estimates that the completed project will cost approximately \$45,000,000. (See attachment 2 for additional annual operating costs.)

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- (c) Summary 7-2018: JBRC Item 3. (H12) Clemson University  
 Project: 9941, Soccer Operations Complex Construction  
 Included in Annual CPIP: Yes – CPIP Priority 2 of 2 in FY19 (estimated at \$8,000,000)  
 JBRC/SFAA Phase I Approval: N/A

CHE Recommended Approval: 6/7/18

<u>Source of Funding Detail</u>	<u>Original Budget Amount</u>	<u>Cumulative Changes Since</u>		<u>Current Budget</u>	<u>Current Budget Adjustment Requested</u>	<u>Total Budget After Current Adjustment</u>
		<u>Original Budget</u>	<u>Current Budget</u>			
Other, Athletic Gifts & Donations	0.00	0.00	0.00	0.00	160,000.00	160,000.00
All Sources	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>160,000.00</u>	<u>160,000.00</u>

Funding Source: \$160,000 Other, Athletic Gifts & Donation Funds, which are amounts received from individuals, corporations and other entities that are to be expended for their restricted purposes in support of the Athletic Department.

Request: Establish project and budget for \$160,000 (Other, Athletic Gifts & Donation Funds) to begin Phase I pre-design to construct an approximately 13,000 square foot Soccer Operations Complex to house the day-to-day functions of the men’s and women’s NCAA soccer programs at Clemson. The Phase I pre-design budget is requested at 2.00% of the estimated project cost and the additional amount will allow the university to provide for the costs of a survey, site/geotechnical investigations, an alternative construction delivery method (Construction Manager at Risk), the LEED/Green Globes certification, and the required LEED/Green Globes cost benefit analysis. The facility will include locker rooms, team commons areas, coaches’ offices, meeting rooms and storage areas for each team and shared spaces including the lobby/event area, video analysis rooms, sports medicine areas, outdoor plaza and parking. Currently, soccer operations are located in non-contiguous locations. Coaches’ offices, locker rooms and training spaces are located on different floors of the Jervy Athletic Center and are separated from the locations of the practice soccer fields and Riggs Field, used for competition. The co-location of all player and coach operations is imperative to gain training efficiencies and foster the positive program culture and dynamics needed for continued growth of the men’s and women’s soccer

programs. The efficiencies found within a planned operations facility is the best way to attract and develop student athletes needed to compete on a national level. With the recent construction of soccer practice fields, it is most advantageous to locate the new complex adjacent to this site. The agency estimates that the completed project will cost approximately \$8,000,000. (See attachment 3 for additional annual operating costs.)

- (d) Summary 7-2018: JBRC Item 4. (H59) Midlands Technical College  
 Project: 6140, Midlands Center for QuickJobs Training and Workforce Development  
 Included in Annual CPIP: Yes–CPIP Priority 1 of 1 in FY19 (estimated at \$30,000,000 for this project)  
 JBRC/SFAA Phase I Approval: N/A  
 CHE Recommended Approval: 6/7/18

<u>Source of Funding Detail</u>	<u>Original Budget Amount</u>	<u>Cumulative Changes Since Original Budget</u>	<u>Current Budget</u>	<u>Current Budget Adjustment Requested</u>	<u>Total Budget After Current Adjustment</u>
Other, County	0.00	0.00	0.00	1,050,000.00	1,050,000.00
All Sources	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>1,050,000.00</u>	<u>1,050,000.00</u>

Funding Source: \$1,050,000 Other, County Funds, which are funds the college receives from the county for the operation of the college’s physical plant.

Request: Establish project and budget for \$1,050,000 (Other, County Funds) for the complete replacement of the existing four-story 65,000 square foot Lindau Engineering Technology (LET) building on the site of the existing two-story 13,000 square foot Engineering Lab (EL) building. The Phase I pre-design budget is requested at 3.50% of the estimated project cost and the additional amount will be used for preliminary design, LEED analysis and Construction Management at Risk pre-construction fees. Both 50 year old buildings will be demolished and a parking area will be constructed on the LET site. Replacement is consistent with the college’s Master Facilities Plan. Career readiness of the workforce is the primary objective of the proposed Midlands Technical College (MTC) Center for QuickJobs Training and Workforce Development at the MTC Beltline Campus. The facility’s programs will directly target the rapid training of specific workforce skills critically required by employers in the college’s service area. The college currently lacks efficient and effective space for Business

Programs and Information Technology Programs and this new facility will provide space for these programs. General purpose classrooms and basic science labs will also be included in the space to allow students to access those courses from Beltline campus. The new facility is currently planned to be a four-story 54,000 square foot instructional facility. The most recent Facility Condition Survey rates the building at 63 and is in relatively poor condition. Renovation of the existing space was an alternative considered but a/e studies indicate renovation of the space would require significant systems, finishes and code related investments well beyond financial prudence. There is also no open land on the campus in which to build a new facility. The agency estimates that the completed project will cost approximately \$30,000,000.

- (e) Summary 7-2018: JBRC Item 5. (H59) Technical College of the Lowcountry Project: 6141, Construction of the Lowcountry Arts Institute and Interpretive Center Included in Annual CPIP: No – The agency states that it originally planned to integrate a culinary training facility in its New River campus; a project included in the FY18 CPIP. The agency subsequently determined that the original plan was insufficient to meet current and future work force demand.  
JBRC/SFAA Phase I Approval: N/A

CHE Recommended Approval: 6/7/18

<u>Source of Funding Detail</u>	<u>Original Budget Amount</u>	<u>Cumulative Changes Since Original Budget</u>	<u>Current Budget</u>	<u>Current Budget Adjustment Requested</u>	<u>Total Budget After Current Adjustment</u>
Other, Beaufort County	0.00	0.00	0.00	145,000.00	145,000.00
All Sources	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>145,000.00</u>	<u>145,000.00</u>

Funding Source: \$145,000 Other, Beaufort County Funds, which are a contribution that has been committed by Beaufort County from their Accommodation Tax funding, to ensure the construction of a Culinary Arts Institute and Interpretive Center.

Request: Establish project and budget at \$145,000 (Other, Beaufort County Funds) to begin Phase I pre-design services for the goal of constructing and equipping an approximately 26,000 square foot culinary arts institute. The College is considering the acquisition of 1.0 acres of property in the Buckwalter Place Commerce Park in Bluffton SC. The preliminary land acquisition request submitted for the acquisition has

received favorable approval by JBRC on June 13, 2018. The culinary institute will allow expansion of the college’s culinary program to a capacity of up to 300 students in order to provide a pipeline of trained, professional culinary workers to bolster the region’s top economic drivers; the resort industry and the healthcare industry. Construction of this institute will enable the college to offer associates degrees and certificates. Graduates from the program are expected to have starting salaries in advance of local averages and to be marketable throughout the state in a variety of food service employment. The college’s current culinary program’s academic scope and enrollment cap, which remains limited by existing academic space, cannot meet current or future workforce demand for the area’s two leading industries. This project will be fully funded through commitments made by Beaufort County, Beaufort County School District, and the Town of Bluffton. The agency estimates that the completed project will cost approximately \$10,445,000, with additional annual operating costs of \$108,000 in year 1, \$391,560 in year 2, and \$495,126 in year 3.

- (f) Summary 7-2018: JBRC Item 6. (P24) Department of Natural Resources  
 Project: 9982, St. Charleston-Crab Bank Rehabilitation  
 Included in Annual CPIP: No – While a communication was made with the USACE on November 2, 2016, the process did not offer the department an assurance the project could be considered until recently.  
 JBRC/SFAA Phase I Approval: N/A  
 CHE Recommended Approval: N/A

<u>Source of Funding Detail</u>	<u>Original Budget Amount</u>	<u>Cumulative Changes Since Original Budget</u>	<u>Current Budget</u>	<u>Current Budget Adjustment Requested</u>	<u>Total Budget After Current Adjustment</u>
Other, Heritage Land Trust	0.00	0.00	0.00	62,500.00	62,500.00
All Sources	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>62,500.00</u>	<u>62,500.00</u>

Funding Source: \$62,500 Other, Heritage Land Trust Funds, which are funds used to acquire in fee simple or lesser interest in priority areas, legal fees, appraisals, surveys, or other costs involved in the acquisition of priority areas, and for the development of minimal facilities and management necessary for the protection of priority areas.

Request: Establish project and budget for \$62,500 (Other, Heritage Land Trust Funds) for rehabilitating Crab Bank, located in Charleston Harbor. The

Phase I budget will support the plan for design and placement of the dredged material and sediment modeling analysis. The rehabilitation is made possible as a result of the Post-45 Charleston Harbor Deepening project and will utilize certain dredged material from the harbor bottom. The rehabilitation plan calls for the placement of 660,000 cubic yards of suitable dredged material on Crab Bank, increasing the size from 0.5 acre to 80 acres. This will make available 28 acres of Brown Pelican nesting habitat at +2' Mean High Water. Island height will range between 6.5' and 10' Mean Low Low Water. Through modeling, the United States Army Core of Engineers (USACE), estimates that approximately 0.64 acres of the island would remain in 50 years following rehabilitation. Crab Bank is one of five DNR seabird sanctuaries along South Carolina's coast. The island was originally formed with the placement of dredged material in the 1950s and 60s, but has eroded significantly over time. In the early 2000s, Crab Bank was approximately 23 acres, a substantial difference to its existing 0.5 acres. Although small in size, the island serves a predator-free refuge for nesting pelicans, skimmers and terns. It also serves as a resting and foraging area for a variety of seabirds and shorebirds. However, Hurricane Irma washed away the remaining available nesting habitat in 2017, therefore no nesting is occurring this year. Shorebirds are of highest conservation concern due to small and highly threatened global populations; their populations have shrunk by 70% across North America since 1973. As the committed non-federal sponsor on this project, SCDNR is obligated to provide 35% of the total project cost which is currently estimated at \$1,394,000. Without the opportunity of the Post-45 Charleston Harbor Deepening providing suitable material to rehabilitate Crab Bank and through the financial partnership with the USACE, providing 65% of the costs above the least cost alternative for dredged material disposal, Crab Bank will recede and no longer provide nesting habitat to seabirds. The agency estimates that the completed project will cost approximately \$1,394,000.

- (g) Summary 7-2018: JBRC Item 7. (P28) Department of Parks, Recreation & Tourism  
Project: 9769, St. Phillips Island Revetment Repair  
Included in Annual CPIP: No – The agency states that St. Phillips Island was not  
acquired until December 2017.  
JBRC/SFAA Phase I Approval: N/A  
CHE Recommended Approval: N/A



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<u>Source of Funding Detail</u>	<u>Original Budget Amount</u>	<u>Cumulative Changes Since Original Budget</u>	<u>Current Budget</u>	<u>Current Budget Adjustment Requested</u>	<u>Total Budget After Current Adjustment</u>
Appropriated State, FY17-18 Proviso 118.14 (nonrecurring)	0.00	0.00	0.00	15,000.00	15,000.00
All Sources	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>15,000.00</u>	<u>15,000.00</u>

Funding Source: \$15,000 Appropriated State, FY17-18 Proviso 118.14 (nonrecurring) funds.

Request: Establish project and budget for \$15,000 (Appropriated State, FY17-18 Proviso 118.14 (nonrecurring) funds) to begin pre-design services for the repair to the rip rap revetment at St. Phillips Island. The revetment at St. Phillips Island was damaged by Hurricane Irma on the northern end near the caretaker's house. The breach in the revetment is allowing accelerated erosion in this area. Phase I expenditures will include any design work needed to prepare the permit applications, preliminary design and cost estimate. The agency estimates that the completed project will cost approximately \$1,000,000.

**Phase I Increase**

- (h) Summary 7-2018: JBRC Item 9. (N12) Department of Juvenile Justice  
Project: 9606, Coastal Regional Center  
Included in Annual CPIP: No – This project was part of the Master Plan which was not completed until after the CPIP submission.  
JBRC/SFAA Phase I Approval: December 2017 (estimated at \$3,676,286.25)  
CHE Recommended Approval: N/A

<u>Source of Funding Detail</u>	<u>Original Budget Amount</u>	<u>Cumulative Changes Since Original Budget</u>	<u>Current Budget</u>	<u>Current Budget Adjustment Requested</u>	<u>Total Budget After Current Adjustment</u>
Appropriated State, FY17 Carryforward	142,500.00	0.00	142,500.00	171,712.50	314,212.50
All Sources	<u>142,500.00</u>	<u>0.00</u>	<u>142,500.00</u>	<u>171,712.50</u>	<u>314,212.50</u>

Funding Source: \$314,212.50 Appropriated State, FY17 Carryforward Funds.  
Request: Increase the Phase I budget to \$314,212.50 (add \$171,712.50 Appropriated State, FY17 Carryforward Funds). This project will implement regionalization across the state. The Phase I pre-design budget is requested at 8.50% of the estimated project cost and the additional amount will provide for utility and environmental studies, surveying (topography), soil testing, programming, space allocation, and construction management. This project will address the needs at the Coastal Regional Center located in Ridgeville, which will accommodate the programs needed for juveniles in the coastal area of SC. Regionalization represents a fundamental shift in how committed youth will be served by the juvenile justice system. It will allow youth to be housed closer to their home communities instead of committing them to distant state facilities. Regionalization brings neighboring counties together to share resources and services to better serve youth close to their homes. Other advantages of regionalization include increased family engagement, transitional programming and contact with other providers, community resources, and parole and probation proficiency. A smaller population of youth in each center may also reduce gang issues and behavior issues. This project will include the construction of a multi-purpose building for clinical, program and security staff, vocational classrooms for the juveniles; security upgrades to include the expansion/new construction of perimeter fencing; and expanding the footprint of the property by creating new recreational space. Even though this project request is for the Coastal Center, all 3 current evaluation centers will eventually be included in this reorganization as separate projects. The new regional center building to be constructed will be an 11,000 square foot pre-engineered building, and will accommodate 175 juveniles. This building will have a masonry base and metal wall panels with a standing-seam sloped metal roof. The recreation space will include indoor and outdoor space to include a soccer field with running track and basketball courts. There is an existing Coastal Evaluation Center, constructed in 2002, located on the 11 acre property that will also continue to be used as part of the Coastal Regional Center but it will not be renovated in this project. The agency estimates that the completed project will cost approximately \$3,676,286.25.

- (i) Summary 7-2018: JBRC Item 10. (N12) Department of Juvenile Justice  
Project: 9607, Upstate Regional Center  
Included in Annual CPIP: No – This project was part of the Master Plan which was not completed until after the CPIP submission.

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JBRC/SFAA Phase I Approval: December 2017 (estimated at \$3,676,286.25)

CHE Recommended Approval: N/A

<u>Source of Funding Detail</u>	<u>Original Budget Amount</u>	<u>Cumulative Changes Since Original Budget</u>	<u>Current Budget</u>	<u>Current Budget Adjustment Requested</u>	<u>Total Budget After Current Adjustment</u>
Appropriated State, FY17 Carryforward	142,500.00	0.00	142,500.00	171,712.50	314,212.50
All Sources	<u>142,500.00</u>	<u>0.00</u>	<u>142,500.00</u>	<u>171,712.50</u>	<u>314,212.50</u>

Funding Source: \$314,212.50 Appropriated State, FY17 Carryforward Funds.

Request: Increase the Phase I budget to \$314,212.50 (add \$171,712.50 Appropriated State, FY17 Carryforward Funds). This project will implement regionalization across the state. The Phase I pre-design budget is requested at 8.50% of the estimated project cost and the additional amount will provide for utility and environmental studies, surveying (topography), soil testing, programming, space allocation and construction management. This project will address the needs at the Upstate Regional Center located in Union, which will accommodate the programs needed for juveniles in the upstate area of SC. Regionalization represents a fundamental shift in how committed youth will be served by the juvenile justice system. It will allow youth to be housed closer to their home communities instead of committing them to distant state facilities. Regionalization brings neighboring counties together to share resources and services to better serve youth close to their homes. Other advantages of regionalization include increased family engagement, transitional programming and contact with other providers, community resources, and parole and probation proficiency. A smaller population of youth in each center may also reduce gang issues and behavior issues. This project will include the construction of a multi-purpose building for clinical, program and security staff, vocational classrooms for the juveniles; security upgrades to include the expansion/new construction of perimeter fencing; and expanding the footprint of the property by creating new recreational space. Even though this project request is for the Upstate Center, all 3 current evaluation centers will eventually be included in this reorganization as separate projects. The new regional center building to be constructed will be an 11,000 square foot pre-engineered building, and will

accommodate 190 juveniles. This building will have a masonry base and metal wall panels with a standing-seam sloped metal roof. The recreation space will include indoor and outdoor space to include a soccer field with running track and basketball courts. There is an existing Upstate Evaluation Center, constructed in 1997, located on the 17 acre property that will also continue to be used as part of the Upstate Regional Center but it will not be renovated in this project. The agency estimates that the completed project will cost approximately \$3,676,286.25.

**Establish Construction Budget**

- (j) Summary 7-2018: JBRC Item Separate. (H12) Clemson University  
Project: 9936, Softball Complex Construction  
Included in Annual CPIP: Yes – CPIP Priority 4 of 7 in FY18 (estimated at \$13,000,000)  
JBRC/SFAA Phase I Approval: December 2017 (estimated at \$13,000,000)  
  
CHE Recommended Approval: 6/7/18

<u>Source of Funding Detail</u>	<u>Original Budget Amount</u>	<u>Cumulative Changes Since Original Budget</u>	<u>Current Budget</u>	<u>Current Budget Adjustment Requested</u>	<u>Total Budget After Current Adjustment</u>
Athletic Facilities Revenue Bonds	0.00	0.00	0.00	6,500,000.00	6,500,000.00
Other, Athletic Gifts & Donations	300,000.00	0.00	300,000.00	6,200,000.00	6,500,000.00
All Sources	<u>300,000.00</u>	<u>0.00</u>	<u>300,000.00</u>	<u>12,700,000.00</u>	<u>13,000,000.00</u>

Funding Source: \$6,500,000 Athletic Facilities Revenue Bonds, which are long-term debt instruments issued by the State Treasurer’s Office in the name of the university and are pledged to be repaid with a combination of athletic new revenues, ticket surcharges, and private gift funds.  
\$6,500,000 Other, Athletic Gifts and Donations, which are amounts received from individuals, corporations and other entities that are to be expended for their restricted purposes.

Request: Increase budget to \$13,000,000 (add \$6,500,000 Athletic Facilities Revenue Bonds and \$6,200,000 Other, Athletic Gifts & Donation

Funds) to establish the Phase II construction budget to construct a softball complex at Clemson University, which will support the newly announced softball program that will begin play in January 2020. The complex will include an NCAA-standard playing field, stadium stands with capacity for approximately 1,000, a working press box and ACC Network support functions, concessions, restrooms, a ticket booth and parking. It will also include an approximately 10,000 square foot player operations facility with dugouts, locker rooms, and lounge and meeting spaces for team practice and game functions. The substitution of softball for diving, which has been eliminated, helps to better align Clemson's sports offerings to serve the residents of South Carolina, as softball has wide participation in the state's middle and high schools. In addition, the ability to compete for championships on the conference and national levels is enhanced with the addition of softball. This project is essential for Clemson to continue fulfilling its Title IX obligations and provide equal accessibility to male and female athletes. It allows the university to provide a Clemson education to South Carolina student athletes who wish to play varsity softball and provides a suitable venue for practice and competition. Having appropriate facilities at program inception will assist with recruiting and developing student athletes and generate revenue for the Athletic Department. Various locations on campus were considered, with the best location contiguous to the Doug Kingsmore baseball stadium. This co-location will create common entry and plaza spaces for both the softball and baseball facilities, along with adjacent programmable practice areas. Annually, the facility will be used by 20 team members, 10 coaches and staff, and will be open to all Clemson students free of charge. Additionally, 15,000 non-student fans are expected to attend games annually and approximately 1,000 summer league team members and fans will use the complex. The facility will be certified to Two Green Globes Certification standards with a projected energy savings of \$290,605 over a 30 year period. The agency estimates that the completed project will cost approximately \$13,000,000. (See attachment 5 for additional annual operating costs.) The agency anticipates execution of the construction contract is December 2018 and completion of construction in September 2019.

- (k) Summary 7-2018: JBRC Item 11. (H15) College of Charleston  
Project: 9667, Sottile Theatre Stage Renovation  
Included in Annual CPIP: Yes – CPIP Priority 2 of 7 in FY18 (estimated at \$4,709,700)  
JBRC/SFAA Phase I Approval: August 2017 (estimated at \$4,709,700)  
  
CHE Recommended Approval: 6/7/18

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<u>Source of Funding Detail</u>	<u>Original Budget Amount</u>	<u>Cumulative Changes Since Original Budget</u>	<u>Current Budget</u>	<u>Current Budget Adjustment Requested</u>	<u>Total Budget After Current Adjustment</u>
Other, Capital Improvement Project	94,194.00	0.00	94,194.00	3,115,506.00	3,209,700.00
Other, Spaulding-Paolozzi Foundation Grant	0.00	0.00	0.00	1,500,000.00	1,500,000.00
All Sources	<u>94,194.00</u>	<u>0.00</u>	<u>94,194.00</u>	<u>4,615,506.00</u>	<u>4,709,700.00</u>

Funding Source: \$3,209,700 Other, Capital Improvement Project Funds, which are revenues generated by the Capital Improvement Fee that are in excess of the current annual debt service related to bonds issued under S.C. Code of Laws Section 59-130 Article 5. This fee is that portion of the student bill earmarked for debt service and renewal of the physical infrastructure. The 2017-2018 per semester fee is \$844. \$1,500,000 Other, Spaulding-Paolozzi Foundation Grant Funds, which are funds received to be utilized for a specific purpose.

Request: Increase budget to \$4,709,700 (add \$3,115,506 Other, Capital Improvement Project Funds and \$1,500,000 Other, Spaulding Paolozzi Foundation Grant Funds) to establish Phase II for the renovation of the Sottile Theatre stage and backstage areas in an effort to increase safety as well as improve the efficiency and the quality of the performance space. Portions of the stage and backstage areas will be reconfigured to expand the usable stage and wing areas and increase accessibility to the backstage and wing areas for sets and performers. To achieve this, a wall will be removed, an exterior door added, and the rigging system, electrical lighting panel, and basement stairway will be relocated. The current rigging system is antiquated, unsafe, and requires a certified technician to operate. It will be replaced with a safer modern system that is considered an industry standard, the use of which will allow theatre students to learn a marketable skill for the job market. Shallow foundation will be added to support new columns for building structural stability in lieu of micro-piles. The existing fire curtain shall be replaced in lieu of deluge fire protection system.

Various fire protection and alarm equipment shall be added to the fire alarm panel. The stage floors will be replaced, the ceiling will be repaired, and the HVAC system will be upgraded. Roof timber truss repairs over the stage area are required as a result of long-term damage from rigging loads. New front-of-house stage lighting positions will be installed. Various HVAC duct, domestic water pip, and sprinkler pipe shall be relocated/added to accommodate overall state renovations. Pit lift, performance light circuits, and acoustical doors may be added as alternatives pending the outcome of bidding results. A sump pump may be added if the pit lift is included as an alternate. In total the project will improve the theatre experience for students and patrons while making it a safer space for learning, working, performing, and gathering. The 41,996 square foot Sottile Theatre, built in 1927, was refurbished and reopened as a College of Charleston facility in 1990. Since reopening, the theatre has served as a teaching laboratory and event venue for the college and the larger Charleston community. It serves as the venue for a variety of college, community-oriented, and privately sponsored events, programs, and performances. The agency estimates that the completed project will cost approximately \$4,709,700. The agency anticipates execution of the construction contract is March 2019 and completion of construction in May 2020.

- (1) Summary 7-2018: JBRC Item 12. (H51) Medical University of South Carolina Project: 9842, Clinical Sciences Building High Risk Infectious Disease (HRID) Unit Included in Annual CPIP: No – The agency states that funding for the project had not been identified at the time of CPIP submission.  
JBRC/SFAA Phase I Approval: March 2018 (estimated at \$2,400,000)  
CHE Recommended Approval: 6/7/18

<u>Source of Funding Detail</u>	<u>Original Budget Amount</u>	<u>Cumulative Changes Since</u>		<u>Current Budget Adjustment Requested</u>	<u>Total Budget After Current Adjustment</u>
		<u>Original Budget</u>	<u>Current Budget</u>		
Federal, ASPR Grant	36,000.00	0.00	36,000.00	1,829,000.00	1,865,000.00
All Sources	<u>36,000.00</u>	<u>0.00</u>	<u>36,000.00</u>	<u>1,829,000.00</u>	<u>1,865,000.00</u>

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Funding Source: \$36,000 Federal, Office of the Assistant Secretary for Preparedness and Response (ASPR) Grant Funding.

Request: Increase budget to \$1,865,000 (add \$1,829,000 Federal, Office of the Assistant Secretary for Preparedness and Response Grant Funds) to proceed with Phase II full design and construction to create a High Risk Infectious Disease (HRID) unit in the Clinical Sciences Building (CSB). This specialized medical unit will allow for isolation treatment for highly infectious diseases. This unit will be constructed in approximately 3,500 square feet of vacated space on the first floor of the 273,899 square foot CSB. Currently, the first floor of the CSB is occupied entirely by the Medical University Hospital Authority (MUHA). The existing space where this unit will be constructed is currently occupied by MUHA Neurophysiology. MUHA is working on a project to relocate that group to the 3<sup>rd</sup> floor of their main hospital. The HRID unit will be one of the few specialized units in the country, and the only one in South Carolina, equipped to address highly infectious diseases. When not in active use for patients, the space will be used for mock training to prepare providers to handle high risk cases. The building is 42 years old and the new unit will be occupied by up to 50 faculty and staff during an infectious disease event and numerous faculty and staff will utilize the space for training. The agency estimates that the completed project will cost approximately \$1,865,000. The agency anticipates execution of the construction contract is February 2019 and completion of construction in October 2019.

- (m) Summary 7-2018: JBRC Item 13. (H51) Medical University of South Carolina Project: 9843, Courtenay Drive Garage Upgrades  
Included in Annual CPIP: Yes – CPIP Priority 2 of 4 in FY18 (estimated at \$2,500,000)  
JBRC/SFAA Phase I Approval: March 2018 (estimated at \$2,500,000)

CHE Recommended Approval: 6/7/18

<u>Source of Funding Detail</u>	<u>Original Budget Amount</u>	<u>Cumulative Changes Since Original Budget</u>		<u>Current Budget</u>	<u>Current Budget Adjustment Requested</u>	<u>Total Budget After Current Adjustment</u>
		<u>Original Budget</u>	<u>Current Budget</u>			
Other, Parking Revenue	37,500.00	0.00	37,500.00	2,711,500.00		2,749,000.00
All Sources	<u>37,500.00</u>	<u>0.00</u>	<u>37,500.00</u>	<u>2,711,500.00</u>		<u>2,749,000.00</u>



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Funding Source: \$2,749,000 Other, Parking Revenue, which is revenue generated from operation of the MUSC parking system.

Request: Increase budget to \$2,749,000 (add \$2,711,500 Other, Parking Revenue Funds) to proceed with Phase II full design and construction to make upgrades in MUSC’s Courtenay Parking Garage. Upgrades will include new lighting, cleaning and painting of interior concrete, new signage and way finding, layout and circulation improvements, and ADA accessibility improvements. These improvements will upgrade the garage to support the New Children’s and Women’s Hospital currently under construction. The 559,288 square foot garage is 25 years old and includes approximately 1,500 parking spaces for faculty, staff and patients. Currently, 1,494 of those spaces are occupied. The Phase II estimated cost to complete the project is \$249,000 higher than the CPIP and Phase I estimate due to cost increases from the cleaning portion of the project. The agency estimates that the completed project will cost approximately \$2,749,000. The agency anticipates execution of the construction contract is November 2018 and completion of construction in October 2019.

- (n) Summary 7-2018: JBRC Item 14. (E24) Office of the Adjutant General  
Project: 9805, MTC Compass Road Bridge Replacement  
Included in Annual CPIP: Yes – CPIP Priority 6 of 21 in FY18 (estimated at \$648,000)  
JBRC/SFAA Phase I Approval: October 2017 (estimated at \$648,000)

CHE Recommended Approval: N/A

<u>Source of Funding Detail</u>	<u>Original Budget Amount</u>	<u>Cumulative Changes Since Original Budget</u>		<u>Current Budget</u>	<u>Current Budget Adjustment Requested</u>	<u>Total Budget After Current Adjustment</u>
		<u>Original Budget</u>	<u>Current Budget</u>			
Federal, National Guard Bureau Funds	51,158.00	0.00	51,158.00	1,016,804.00	1,067,962.00	1,067,962.00
All Sources	<u>51,158.00</u>	<u>0.00</u>	<u>51,158.00</u>	<u>1,016,804.00</u>	<u>1,067,962.00</u>	<u>1,067,962.00</u>

Funding Source: \$1,067,962 Federal, National Guard Bureau Funds, which is funding identified as part of the Construction and Facilities Management Office’s Master Cooperative Agreement through the Office of the Adjutant General and from the National Guard Bureau.

Request: Increase budget to \$1,067,962 (add \$1,016,804 Federal, National Guard Bureau Funds) to demolish and replace the Compass Road Bridge over

Colonels Creek at McCrady Training Center. The existing Compass Road Bridge is a wooden structure that was constructed over 50 years ago and has aged beyond its useful life. The bridge is structurally unstable and vehicular traffic is no longer allowed to cross the structure. Due to the presence on a main access road to the training area, non-use of the bridge requires military and training site employees to take alternate routes increasing access times to certain areas of the training areas in excess of 30 minutes. This project will replace the existing bridge with a pre-stressed concrete reinforced bridge structure. Concrete piers for the new bridge will be constructed outside the boundaries of the delineated jurisdictional wetlands. The bridge replacement will benefit the SC National Guard (Army and Air), because it is a main road to the ranges that soldiers train in. The Phase II estimated cost to complete the project is \$419,962 higher than the CPIP and Phase I estimate because the original cost estimate was based on previous bridgework which was a smaller span and did not require additional site work. The Compass Road bridge estimate now includes a portion to raise the bridge and increase approach elevation, resulting in an increase of project costs. The agency estimates that the completed project will cost approximately \$1,067,962. The agency anticipates execution of the construction contract is September 2018 and completion of construction in September 2019.

- (o) Summary 7-2018: JBRC Item 16. (N04) Department of Corrections  
Project: 9743, Deterrent Systems at Property Borders of Correctional Institutions  
Included in Annual CPIP: Yes – CPIP Priority 5 of 6 in FY18 (estimated at \$1,830,000)  
JBRC/SFAA Phase I Approval: May 2018 (estimated at \$1,900,000)

CHE Recommended Approval: N/A

<u>Source of Funding Detail</u>	<u>Original Budget Amount</u>	<u>Cumulative Changes Since Original Budget</u>		<u>Current Budget Requested</u>	<u>Total Budget After Current Adjustment</u>
		<u>Original Budget</u>	<u>Current Budget</u>		
Appropriated State, FY17 Carryforward	28,500.00	0.00	28,500.00	1,871,500.00	1,900,000.00
All Sources	<u>28,500.00</u>	<u>0.00</u>	<u>28,500.00</u>	<u>1,871,500.00</u>	<u>1,900,000.00</u>

Funding Source: \$1,900,000 Appropriated State, FY17 Carryforward Funds.

Request: Increase budget to \$1,900,000 (add \$1,871,500 Appropriated State, FY17 Carryforward Funds) to establish Phase II to furnish and install

deterrent systems around the property borders at the high level 2 and all level 3 correctional institutions to assist in the efforts to deter contraband from entering the institutions. For level 3 institutions, this border protection will be installed at Broad River, Lee, Lieber, McCormick and Perry. For level 2 institutions, this border protection will be installed at Evans, Kershaw, Ridgeland, and Turbeville. The deterrent systems will consist of multi-rows of razor wire on a fence stabilizer in close proximity to the institutions' property lines. The security perimeter fences surrounding the actual institutional complexes will remain unchanged. All of these institutions will also have the perimeter netting once the netting project is completed. This project will aid in ensuring the safety of employees and the inmates. This project was reflected in the FY17-18 CPIP with an estimated cost of \$1,830,000 but Phase I was approved \$70,000 higher because there has been at least a 5% increase in material costs for razor wire since the CPIP was established. The agency estimates that the completed project will cost approximately \$1,900,000. The agency anticipates execution of the construction contract is July 2018 and completion of construction in June 2020.

**Phase II Increase**

- (p) Summary 7-2018: JBRC Item 18. (H27) University of South Carolina - Columbia Project: 6119, South Caroliniana Library Renovation  
Included in Annual CPIP: Yes – CPIP Priority 3 of 9 in FY18 (estimated at \$8,000,000)  
Admin. (Legislatively Authorized) Phase II Approval: February 2016 (estimated at \$10,000,000)

CHE Recommended Approval: 6/7/18

<u>Source of Funding Detail</u>	<u>Original Budget Amount</u>	<u>Cumulative Changes Since Original Budget</u>		<u>Current Budget</u>	<u>Current Budget Adjustment Requested</u>	<u>Total Budget After Current Adjustment</u>
		<u>Original Budget</u>	<u>Current Budget</u>			
FY16 Capital Reserve	5,000,000.00	0.00	5,000,000.00		0.00	5,000,000.00
Other, Private Gifts	0.00	0.00	0.00		3,950,000.00	3,950,000.00
All Sources	<u>5,000,000.00</u>	<u>0.00</u>	<u>5,000,000.00</u>		<u>3,950,000.00</u>	<u>8,950,000.00</u>

Funding Source: \$5,000,000 FY16 Capital Reserve Funds. \$3,950,000 Other, Private Gifts, which are funds received from a private donor. In this case, they are reserved specifically for this project.

Request: Increase budget to \$8,950,000 (add \$3,950,000 Other, Private Gift Funds) to fund the renovation of the South Caroliniana Library to increase security for the archives from such threats as fire and inadequate environmental control. The renovation will include a sprinkler system and other fire suppression systems appropriate for archival storage. The HVAC system will be replaced to more effectively stabilize humidity and temperature control. The archival stacks will be separated from the library and secured in a wing with fire rated walls and access points. Operational efficiencies and public accessibility to the elevator will be improved increasing security between the public and private areas of the library. Architectural features will undergo a meticulous historic restoration and structural roof framing will be reinforced. The building is the repository of published and unpublished materials relating to the history, literature and culture of South Carolina. The value of these irreplaceable South Carolina archives stored in this structure is practically incalculable. The library is 22,843 square feet and was constructed in 1840, making it 178 years old. The agency estimates that the completed project will cost approximately \$8,950,000. The agency anticipates execution of the construction contract is April 2019 and completion of construction in August 2020.

**Phase II Increase (transfer to)**

- (q) Summary 7-2018: JBRC Item 20. (E24) Office of the Adjutant General  
Project: 9788, Repair Projects Statewide 2014-2015  
Included in Annual CPIP: No  
Admin. (Legislatively Authorized) Phase II Approval: October 2014 (estimated at \$2,300,000)  
Admin. (Legislatively Authorized) Phase II Budget Increase Approval: December 2014 (estimated at \$2,332,500)  
JBRC/SFAA Phase II Budget Increase Approval: January 2015 (estimated at \$5,332,500)  
CHE Recommended Approval: N/A

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<u>Source of Funding Detail</u>	<u>Original Budget Amount</u>	<u>Cumulative Changes Since Original Budget</u>	<u>Current Budget</u>	<u>Current Budget Adjustment Requested</u>	<u>Total Budget After Current Adjustment</u>
Capital Improvement Bonds	0.00	0.00	0.00	20,801.69	20,801.69
FY97-98 Capital Reserve	0.00	0.00	0.00	38,107.25	38,107.25
FY14-15 Capital Reserve	1,300,000.00	32,500.00	1,332,500.00	0.00	1,332,500.00
Appropriated State, FY14-15 Proviso 118.16	1,000,000.00	0.00	1,000,000.00	0.00	1,000,000.00
Federal, National Guard Bureau	0.00	3,000,000.00	3,000,000.00	0.00	3,000,000.00
All Sources	<u>2,300,000.00</u>	<u>3,032,500.00</u>	<u>5,332,500.00</u>	<u>58,908.94</u>	<u>5,391,408.94</u>

Funding Source: \$20,801.69 Capital Improvement Bonds. \$1,370,607.25 FY98 & FY15 Capital Reserve funds. \$1,000,000 Appropriated State, FY15 Proviso 118.16 (nonrecurring) funds. \$3,000,000 Federal, National Guard Bureau Funds, which is funding identified as part of the Construction and Facilities Management Office's Master Cooperative Agreement through the Office of the Adjutant General and from the National Guard Bureau

Request: Increase budget to \$5,391,408.94 (add \$20,801.69 CIB and \$38,107.25 FY97-98 Capital Reserve Funds) as a transfer from E24-9640 that will be used toward the Chester roof repairs included in the scope of work for this project. Project E24-9640 is complete and ready to be decreased and closed. This project was established to address the maintenance

problems at the different Readiness Centers around the state. Of the original listing of 22 items included in the scope of work for this project, 8 of them still remain to be completed. At this time the Chester roof repairs are being completed. The agency estimates that the completed project will cost approximately \$5,391,408.94. The agency anticipates the completion for construction in June 2020.

Information relating to this matter has been retained in these files and is identified as Exhibit 7.

***Dept. of Administration, Capital Budget Office: Action of Joint Bond Review Committee Taken on June 13, 2018, Regarding Three State Veterans Nursing Home Construction Projects – Project Nos. 9737, 9739, and 9740 (Regular Session Item #3)***

During its meeting on June 13, 2018, the Joint Bond Review Committee (JBRC) received an update on the activities of the South Carolina Department of Mental Health in connection with the design, funding and proposed construction schedule of three future South Carolina State Veterans Nursing Homes to be built in Columbia, Florence, and Gaffney.

Recognizing the time sensitivity for certain conditions of the Veterans Administration Grant that is integral to the funding of these facilities, JBRC took action to authorize JBRC staff to review and make recommendations regarding any requests by the Department of Mental Health to advance the projects to become eligible for federal funding, with any requests and staff recommendations reported to the committee at its next meeting.

An update submitted by the Department of Mental Health and a letter reflecting the action taken by the Joint Bond Review Committee were included as part of the agenda item.

Mr. White stated that he wanted to be recorded as abstaining from voting on the Department of Mental Health matters for this item.

Mr. Eckstrom noted that this is a \$120 million project. He said that, as a matter of good, basic accountability, the responsibilities of the Authority that are being proposed for delegation to staff under this agenda item should not be delegated to staff. He commented that he understands DMH's need to move expeditiously because of the federal funds involved, but that he does not think the project will be delayed if staff would notify the Authority members when approval is needed. He stated that they do not need to meet as a body, but if Mr. Gillespie called the members and polled them that would be the best discharge of the Authority's responsibilities.

Mr. Loftis commented that he did not think it was legal for the Authority to conduct a poll, but that he liked the idea.

Mr. Loftis offered an amendment to the Authority action requested in the agenda item. He said the thought behind the amendment is to grant authority to the staff to move expeditiously to advance the projects. He said that when approval was needed Mr. Gillespie could schedule a meeting for the members with at least 24 hours notice. Mr. Loftis asked Mr. Eckstrom if that would be acceptable. Mr. Eckstrom said that it would be acceptable. He also stated that when he used the term polling he was not using it in terms of granting permission to proceed, but to memorialize the fact that the members were notified. He stated that Mr. Loftis' proposed amendment would accomplish the same thing.

Senator Leatherman commented that he did not have a problem with the proposed amendment. He stated that what he does not want to do is slow the projects down. He said a lot of people have worked hard on the projects and without Senator Lindsey Graham's help the State would not have money for the projects. He noted that the timeframe for design completion for the projects is short and the design must be completed within 180 days after final approval. He reiterated that he does not want the projects to be slowed down.

Senator Leatherman moved for the Authority action requested to be amended (as proposed by Mr. Loftis) as follows: "The Authority grants broad discretion to the SFAA staff to advance the project, but final authority and approval on any material decisions is expressly retained by the Authority. In addition, the Authority hereby commits to making itself available on short notice (within 48 hours), either in person or telephonically, in the event critical approvals for the three projects cannot be timely obtained at the next regular scheduled SFAA meeting." Mr. Eckstrom seconded the motion to adopt the amendment. The motion to adopt the amendment passed. Mr. Loftis, Mr. Eckstrom, and Senator Leatherman voted for the motion. Mr. White abstained from voting on the motion.

Upon a motion by Mr. Senator Leatherman, seconded by Mr. Eckstrom, the Authority approved granting broad discretion to the SFAA staff to advance the project, but final authority and approval on any material decisions is expressly retained by the Authority. In addition, the Authority committed to making itself available on short notice (within 48 hours), either in person or telephonically, in the event critical approvals for the three projects cannot be timely obtained

at the next regular scheduled SFAA meeting. Mr. Loftis, Mr. Eckstrom, and Senator Leatherman voted for the motion. Mr. White abstained from voting on the motion.

Information relating to this matter has been retained in these files and is identified as Exhibit 8.

***Clemson University: Not Exceeding \$7,000,000 Athletic Facilities Revenue Bonds, Series 2018 of Clemson University (Regular Session Item #4)***

The Authority was asked to adopt a resolution making provision for the issuance and sale of not exceeding \$7,000,000 Athletic Facilities Revenue Bonds, Series 2018 of Clemson University.

The proceeds of the bonds will be used for the purpose of providing funds to construct and equip a softball complex and related facilities on the campus of the University.

Upon a motion by Senator Leatherman, seconded by Mr. White, the Authority adopted a resolution making provision for the issuance and sale of not exceeding \$7,000,000 Athletic Facilities Revenue Bonds, Series 2018 of Clemson University.

Information relating to this matter has been retained in these files and is identified as Exhibit 9.

***State Fiscal Accountability Authority: Future Meeting (Regular Session Item #5)***

Upon a motion by Mr. White, seconded by Senator Leatherman, the Authority agreed to meet at 10:00 a.m. on Tuesday, August 21, 2018, in Room 252, Edgar A. Brown Building.

***Adjournment***

The meeting adjourned at 10:20 a.m.

[Secretary's Note: In compliance with Code Section 30-4-80, public notice of and the agenda for this meeting were posted on bulletin boards in the office of the Governor's Press Secretary and in the Press Room, near the Authority Secretary's office in the Wade Hampton Building, and in the lobbies of the Wade Hampton Building and the Edgar A. Brown Building at 9:00 a.m. on Monday, June 25, 2018.]