

Photo taken by Sam Holland Pho

South Carolina House of Representatives Legislative Oversight Committee

Transparency Report

124th General Assembly

It is the proper duty of a representative body to look diligently into every affair of government and to talk much about what it sees. It is meant to be the eyes and the voice, and to embody the wisdom and will of its constituents.

66

- Woodrow Wilson (Congressional Government, 1885)





124th General Assembly House Legislative Oversight Committee

Wm. Weston J. Newton Chairman Joseph H. Jefferson 1st Vice-Chair, Subcommittee Chair

Subcommittee Chairs

William M. "Bill" Hixon

Jeffrey E. "Jeff" Johnson

John Taliaferro "Jay" West, IV

Chris Wooten

Members

Kambrell H. Garvin Gil Gatch Rosalyn D. Henderson-Myers Max T. Hyde, Jr. Kimberly O. Johnson

Josiah Magnuson John R. McCravy, III Timothy A. "Tim" McGinnis Travis A. Moore Adam M. Morgan Melissa Lackey Oremus Russel L. Ott Marvin R. Pendarvis Michael F. Rivers, Sr.

- Staff -

Jennifer L. Dobson Research Director

Charles L. Appleby, IV Legal Counsel

Cathy A. Greer Administration Coordinator Lewis Carter Research Analyst/Auditor

Riley E. McCullough Research Analyst

Committee Mission

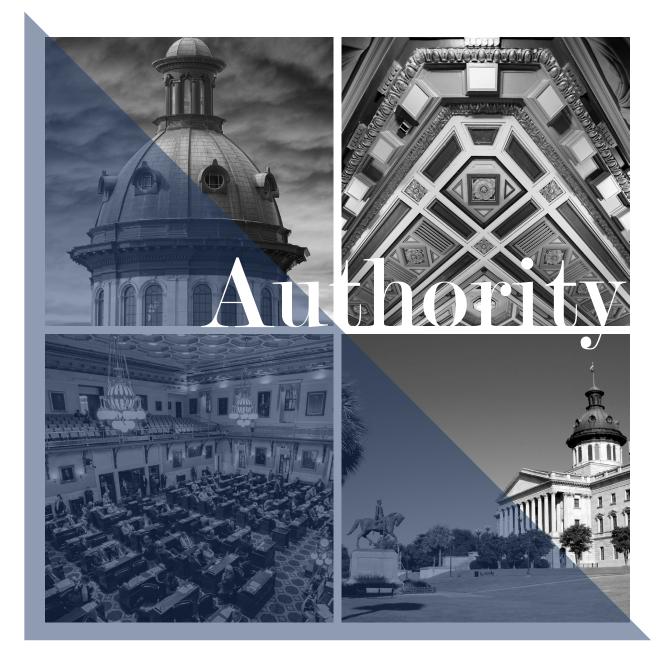
(the

Determine if agency laws and programs are being implemented and carried out in accordance with the intent of the General Assembly and whether they should be continued, curtailed or eliminated. Inform the public about state agencies.

Photo taken by Sam Holland Photography

Committee Vision

For South Carolina agencies to become, and continuously remain, the most effective state agencies in the country through processes which eliminate waste and efficiently deploy resources thereby creating greater confidence in state government.

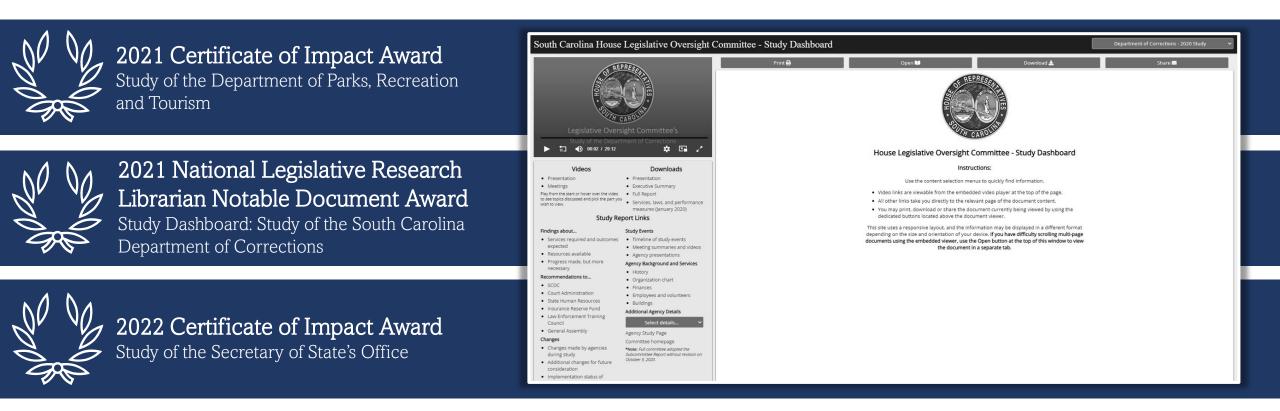


The South Carolina General Assembly, comprised of the Senate and the House of Representatives, has a constitutional duty to establish appropriate state agencies to function in the areas of health, welfare, and safety of the lives and property of the people of South Carolina, and to determine the activities, powers, and duties of those agencies. With the enactment of the South Carolina Restructuring Act of 2014, the South Carolina General Assembly declared this constitutional duty is "best addressed by periodic review of the programs of the agencies and departments and their responsiveness to the needs of the state's citizens"

The Legislative Oversight Committee, created in December 2014, is a vehicle for oversight used by the House of Representatives. The Committee's specific task is to conduct legislative oversight studies and investigations of state agencies at least once every seven years. The Committee has the authority to conduct studies at any time of state agencies within the Committee's jurisdiction, even outside of the seven-year cycle.

|National |Recognition

From its creation, the South Carolina House Legislative Oversight Committee has garnered national recognition receiving six awards for the Committees work. For the past five consecutive years (2018-2022), the Committee has received the National Program Evaluation Society Certificate of Impact Award. During the 124th General Assembly, the Committee was presented with three awards.



This committee has set an example for other logislatures across the country.

During the 124th General Assembly, the Committee was honored when Ben Eikey, the host of Oversight Matters Podcast, invited Chairman Newton on his show to discuss the importance of oversight. During the episode, Eikey recognized the Committee as an example for other legislatures across the country.

Photo taken by Sam Holland Photography

Structure

The Committee is made up of five Subcommittees, which are listed below. Each Subcommittee is led by a Subcommittee chair appointed pursuant to Committee Rule 6.1.



Economic Development, Transportation, and Natural Resources

> Rep. Hixon, Chair Rep. Morgan Rep. Ott Rep. Pendarvis



Education and Cultural Affairs

Rep. J. Johnson, Chair Rep. Garvin Rep. Rivers Rep. Hyde Executive

Rep. Jefferson, Chair Rep. Moore Rep. Newton Rep. Oremus Healthcare and

Regulatory

Rep. West, Chair Rep. Gatch Rep. Henderson-Myers Rep. McGinnis Law Enforcement

and Criminal Justice

Rep. Wooten, Chair Rep. K. Johnson Rep. Magnuson Rep. McCravy Public input is a cornerstone of the House Legislative Oversight Committee's process.

Methods and Study Process

The Committee and Subcommittee evaluate:











Benefits to the Process



Identifying issues proactively



Providing agency personnel the opportunity to speak to legislators



Asking agency personnel what law changes may be of assistance to their work



Observing issues that affect multiple agencies



Facilitating cooperation among agencies



Receiving information about agencies to help inform policy decision

Photos taken by Sam Holland Photography

Agency Comments

Agency leadership comment about the benefits of the oversight process.

"This process has really opened our eyes to two metrics and trying to get a measure of what our employees are doing out there and how they're serving our policyholders."

> - Erin Farthing State Accident Fund Acting Director Testimony to Committee 3.31.2022

"We have had a great working relationship with staff. They have been very responsive and there has been a lot of give and take and we really appreciate the cooperative spirit and the constructive spirit that the staff has brought to the table, and we truly have enjoyed working with them." -Harry Li

-Harry Lightsey Secretary of Commerce Testimony to Committee 4.27.2022

"This process has been quite helpful for us in that way. We know that what we do has merit, but it has identified some gaps where we feel like we haven't been able to measure some things."

- Leesa Aiken State Library Director Testimony to Committee 6.6.2022

-Allan Wilson Attorney General Testimony to Committee 10.4.2022



Nember Driven Oversight Process Public Participation Opportunities 2021-2022

Participating in surveys online open for 30 days each time the Committee selects the next group of agencies to study

Submitting information via the public input link on the Committee's website

Submitting information to the Committee via traditional means of communicating with legislators - e.g., email, telephone, or in-person visits with legislators or Committee staff

Testifying during meetings, in person and online, that are live streamed

Public Public Participation Many people took advantage of public input opportunities during the 124th General Assembly.



Status of Agencies Under Study

The Committee has a seven-year cycle to study 65* agencies.

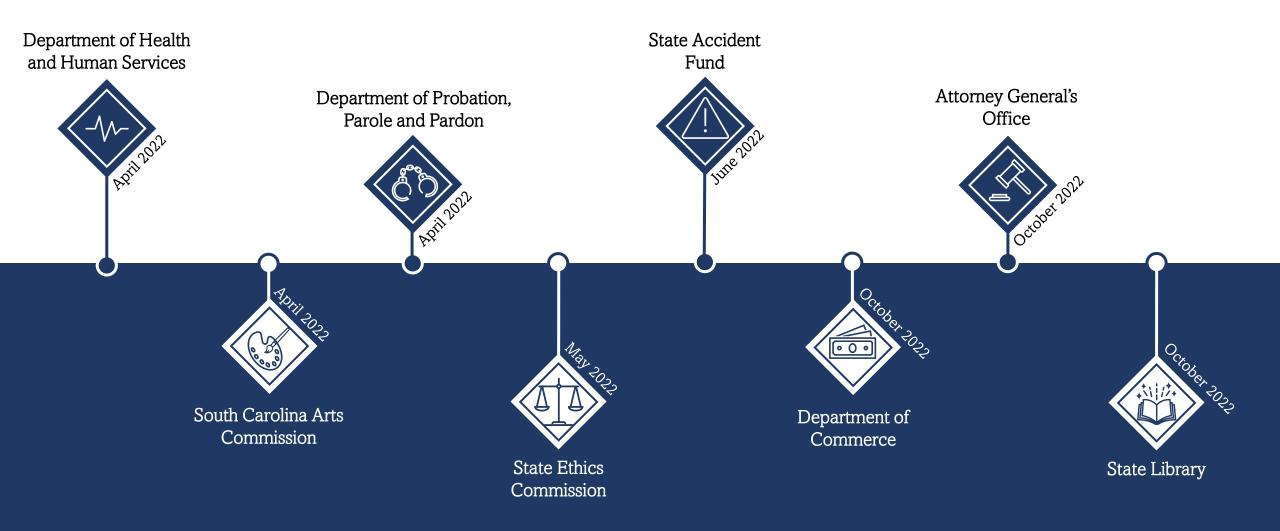


In Progress and To Study by SubcommitteeLaw Enforcement and Criminal And Civil Justice2133Healthcare and Regulatory52523Education and Cultural32323235Economic Development, Transportation, and Natural Resources

5

*Additional agencies may be assigned to these subcommittees, pursuant to the Legislative Oversight Committee's Rule 6, as the Legislative Oversight Committee determines its interpretation of the definition of the term agency as set forth in S.C. Code Section 2-2-10(1).

Studies Completed The Committee completed the following studies during the 124th General Assembly.



Adopted

The Committee adopted the following during the 124th General Assembly.

Findings

Findings note information a member of the public, or General Assembly, may seek to know or on which they may desire to act.

Recommendations

Recommendations are based on the agency's self-analysis requested by the Committee, discussions with agency personnel during multiple meetings, and analysis of the information obtained by the Committee.

Internal Changes

Agency internal change implemented directly related to participation in the study process.

Common Categories The Committee made 229 recommendations, which can be organized into the following categories:



Findings Made

A finding notes information a member of the public, or General Assembly, may seek to know or about which they may desire to act. These are a couple of examples of findings made during the 124th General Assembly.

South Carolina Department of Health and Human Services South Carolina has nine counties with a Medicaid population of 40% or more of the total county population (i.e., Dillon [47.07%], Marion [46.69%], Barnwell 42.90%], Marlboro [42.84%], Allendale [42.54%], Williamsburg [41.97%], Lee [41.63%], Colleton [41.04%], and Orangeburg [40.53%]). For more information, see finding 1 in the Committee's Study of the Department of Health and Human Services.

South Carolina State Library

Recruitment and retention of employees is an issue with the State Library as it is with many other state agencies. Contributing factors may include lack of salary competitiveness, labor competition, and reallocation of vacant position salary dollars to support existing staff salaries. For more information, see finding 2 in Committee's Study of the South Carolina State Library.

Legislative Implementation

The Committee does not consider or file legislation. Rather any member or any legislator may file a bill to implement the Committee's recommendation. In the 124th General Assembly there were 12 bills enacted implementing Committee recommendations. A few are listed.



Internal Agency Change

These are a few examples of changes implemented in an agency directly related to participation in the study process.

Department of Commerce

Multiple state agencies (i.e., Department of Administration, Department of Natural Resources, Department of Parks, Recreation and Tourism, Forestry Commission, and Conservation Bank) now provide various information to the Revenue and Fiscal Affairs Office (RFA) for use in RFA's Locateme and Public Dashboard applications.

Attorney General's Office

Updated process for agency's internal regulations review.

Clarified language in the agency's litigation retention agreements.

State Ethics Commission

State Ethics Commission takes actions necessary to bring its records back into compliance with its records management policy.

Issues Affecting Nultiple Agencies

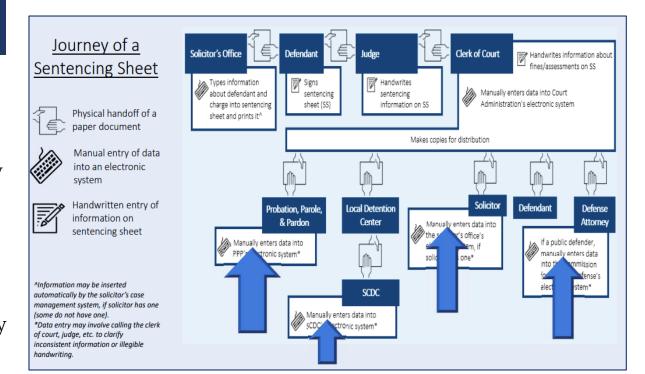
Agency Redundant Data Entry

Initial inquiry notes more than **30 state agencies** report some amount of redundant, manual entry of data from another state agency

For example:

It costs the Commission on Indigent Defense almost \$2 million annually in employee time manually entering information, that may be available directly from Court Administration, into the statewide public defender case management system.

For more information and to view a larger version of the chart on the right, see recommendation 39 of the Committee's study of the Department of Corrections. Click on agency logo to view the study report.



Issues Affecting Multiple Agencies

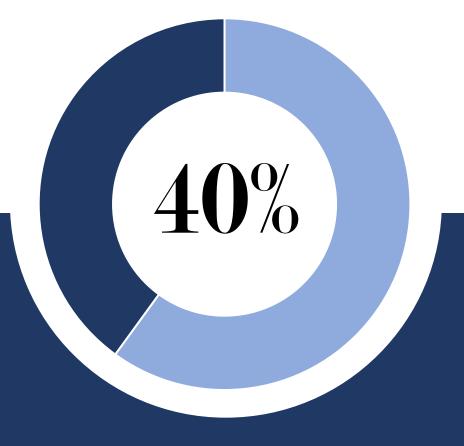
Questionable Validity of Available Data Pertaining to State Boards

Available data indicates 40% of all seats on the more than 150 boards monitored by the Secretary of State's Office were vacant or included people serving in a hold-over capacity

For example:

There were 48 boards with no current appointments on file with the Secretary of State's Office, other than ex-officio or legislative members. Mechanisms are lacking to ensure information is shared with the Secretary of State's Office.

For more information, see findings 5 - 10 in the Committee's Study of the Secretary of State's Office. Click on the agency logo to view the study report.



Covid-19 Impact

At the beginning of the 124th General Assembly, the Committee was still dealing with the ramifications of the Covid-19 pandemic. Being a process driven by members and the public, the inability to hold meetings in person stalled many studies. To mitigate this problem the Committee turned to alternative processes.

Covid-19 Processes

- Maintained efficiency while working from home through weekly Zoom meetings and take-home laptops
- Worked closely with agencies to ensure study processes did not hinder services to consumers
- Facilitated virtual meetings with agency staff and members
- Allowed virtual testimony from the public
- Practiced social distancing and other health mandates during inperson meetings





tocal Collaboration

During the 124th General Assembly, the Committee had the privilege to collaborate with the Interactive Design Class at the University of South Carolina to improve the useability and design of the Committee's communications, including our weekly email, reports, and websites. This collaboration provided students with experience and our staff with valuable input on how to improve these publications.

Improving Our Product

To increase reader engagement, the committee has adopted a new design format for reports.

FINDING #2 -

process.5

A frequent barrier

mentioned during reviews

compensation. Notably, the

Appropriations Act included

years, a \$1,500 bonus; and

dental insurance increase.6

to hire experienced staff due to their

During the study, agency

leadership specifically

current salary.9

a three percent raise for

is competitive employee

FY2022-2023 General

state employees, the

largest pay raise in six

fully covered state

employee health and

salary competitiveness, labor competition, and

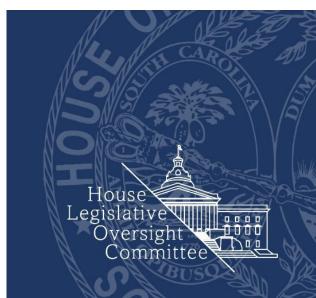
reallocation of vacant position salary dollars to

A benefit of the House Legislative Oversight

observe issues that affect multiple state agencies.

retention is a challenge expressed by many state

support existing staff salaries.



Full Study Report: South Carolina State Library ittee: 2022 Study of the State Libra

residents.11

community.

books, etc.).

unique cons

Library's prin

include state

agencies, inst

(e.g., Departn

Health and De

Corrections f

public (i.e., co

Hiring less skilled staff, who will accept lower Recruitment and retention of employees is an issue compensation, negatively impacts the agency due with the State Library as it is with many other state to the additional cost of training, either internally agencies. Contributing factors may include lack of or through conferences funded by the agency, and reduced productivity, which increa backend, 10

Recommendations #7 and #8 add

Committee's process is the ability for members to FINDING #3-While the State Library's services Overcoming barriers to employee recruitment and all, they serve as the public librar visually impaired. agency leaders during the House's oversight review

> Within the last two years, they missed opportunities to hire four qualified candidates due to an inability to meet

salary requirements. testified as to how the State Library has been Residents of the state with a visual challenged to find qualified staff willing to accept

print disability preventing them fr the compensation offered by the agency. Agency reading normal print books have f leadership shared within the last two years, they State Library's Talking Book Servic missed opportunities to hire four qualified services include access to digital t candidates due to an inability to meet salary players and braille books. 13 These requirements.⁷ Also, the agency has been unable to patrons.14 Costs associated wit postage are paid by the federal go uncompetitive compensation packages.⁸ Staff Also, residents who apply for serv noted the agency's offer to an experienced option of downloading books and librarian was \$23,000 less than the candidate's their personal devices (e.g., audio

Recommendations #2 and #11 ad

Duties of State Library Staff: The State Lib he development and e State specialized libra rvices and materials not library for the ary personnel through vision of in-service an physical, or p evelopment of adequate ontinuing education generally appropriate, economical, or available in maint other libraries of the State provides services available at o (e.g., patron: Figure 3. Duties of State Librory staff

and consult public (i.e., county) lib do not advocate for individual libra materials, or programs. Each count

board is responsible for setting pol

State Library consulting staff devel

guides to assist the library commu

government, and the public. These

resources and information on a w

subjects and topics (e.g., Continuir

Genealogy Resource Center, etc.)

accessible via the agency website

Recommendations #17 addresses

State Library staff, as approved by

director, have participated in agen

for county library site visits, nation

(e.g., Washington, DC; Illinois; Calif

etc.) and international conference

and Poland) at a cost of \$398,430 Currently, no approval beyond an

required for international travel by

The State Library "is the primary a

federal and state support for the state's

libraries."25 As discussed in Finding #3, agency

leadership assert the development and extension

of its libraries.23

FINDING #5 -

employees.

The agency offers differing programs and services to South Carolina libraries. According to the agency director's testimony during the study, "if it happens in a library, we consult on it." This includes providing access to training on controversial topics and issues (e.g., drag queen story hour, etc.) of interest to the public.

FINDING #4 -

S.C. Code Section 60-1-60 lists responsibilities specific to the type of services, and associated expertise, required of the State Library staff.17 Figure 3 lists the statutory duties of State Library staff.18

Agency leadership identified consulting service responsibilities as the primary driver of agency conference participation and training.¹⁹ However, the agency does not track the number and type of consultations provided by county, Agency personnel are "in the process of revising how [they] collect and record statistical data."20

Figure 4 shows total agency expenses just shy of \$400,000 for domestic and international (Poland and Greece) travel for FY2017-2020.21 As the consultant for all 46 county library systems, agency leadership opined the necessity to be experts on anything that is happening in a library (e.g., emerging trends, etc.).22 State Library staff advise

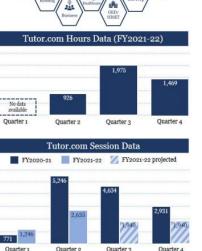
in response to the Covid-19 pandemic. With students engaged in remote learning and not in a traditional school environment agency staff realized online tutoring assistance would be valuable resource to include in Discus ⁸⁴

Figure 9 notes the real-time tutoring and coaching services offered by Tutor.com.85

Also, Figure 9 provides session hour and usage data about Tutor.com for FY2021-2022. However, the absence of key metrics, to benchmark and track resource utilization, prevents agency personnel from adjusting methods and strategies designed to promote and market this product. The South Carolina Department of Education reported a 180-day active headcount of 777,292 PK-12 students enrolled in public schools during the 2021-2022 academic year.86 Considering the total number of students active in state schools, Tutor com is underutilized. Additionally, when factoring in the public and college and university students, utilization of this service is stark

Tutor.com is only one service provided by the agency and should be incorporated into the broader strategy implemented by agency leadership to better promote its subscription free databases.

8



S.C. House Legislative Oversight Committee: 2022 Study of the State Librar

Real-time tutoring and coaching services offered by Tutor.com

Figure 9. Tutor.com utilization data Note: Tutor.com changed the metric used to track utilization of its service from sessions to hours in FY2021-22. Converting session data to the hour's metric is not possible. Hour's data was not reported in Quarter 1 of FV2021-22 FV2021-22 session data was annualized based on two quarters of data. The mber was divided and used as projections for Q3 and Q4.

19

Agencies Under Study

The Committee will study the following agencies during the 125th General Assembly.





Website: www.scstatehouse.gov/CommitteeInfo/HouseLegislativeOversightCommittee.php Phone Number: 803-212-6810 Email Address: HCommLegOv@schouse.gov Location: Blatt Building, Room 228