

**Capital Improvements
Joint Bond Review Committee**

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DIANNE C. CARRAWAY
DIRECTOR OF RESEARCH
BUDGET AND CONTROL BOARD LIAISON
803-212-6682

JEAN MANHEIMER
ADMINISTRATIVE ASSISTANT
803-212-6677
FAX: 803-212-6690

JOINT BOND REVIEW COMMITTEE MEETING

DATE: Wednesday, December 3, 2014
TIME: 1:30 p.m.
LOCATION: Room 105, Gressette Building

AGENDA

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JOINT BOND REVIEW COMMITTEE
Meeting of December 3, 2014

Item Number 1

AGENCY: Executive Budget Office

PROJECT/SUBJECT: Joint Bond Review Committee Policy Changes

At its meeting on October 7, 2014, the Joint Bond Review Committee discussed two policy changes as follows:

- 1) Final Land Acquisitions
Staff was directed to develop a draft policy for the Committee's consideration to require county council and school board support for property acquisitions when the purchase of property under consideration would remove the property from the tax rolls. A draft policy is attached for the Committee's consideration.
- 2) Bonds related to Permanent Improvement Projects
The Committee adopted a policy to consider the issuance of any bonds--regardless of the type of bonds--separately from an associated permanent improvement project. The new policy is attached for the Committee's information.

COMMITTEE ACTION:

- 1) Review and approve proposed policy regarding final land acquisitions.
- 2) Receive as information the new policy regarding the consideration of bonds.

ATTACHMENTS:

- 1) Proposed Final Land Acquisition Policy
- 2) Policy Change related to Bond Approvals

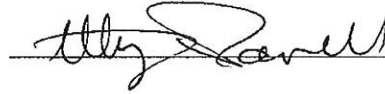
JOINT BOND REVIEW COMMITTEE AGENDA ITEM WORKSHEET

Meeting Scheduled for: December 3, 2014

Regular Agenda

1. Submitted By:

- (a) Agency: Executive Budget Office
(b) Authorized Official Signature:



2. Subject: Joint Bond Review Committee Policy Changes

3. Summary Background Information:

At the October 7, 2014 meeting of the Joint Bond Review Committee, the Committee discussed two policy changes. The first policy change relates to the approval of final land acquisition requests. JBRC and Executive Budget Office staff were directed to develop a draft policy for consideration at the next JBRC meeting to require local county council and school board approval for agencies considering the purchase of property. A draft policy is attached. The second policy change relates to the approval of bonds related to permanent improvement projects. JBRC adopted a policy of considering the bonds relating to any permanent improvement project forward as a separate agenda item. JBRC and Executive Budget Office staff were directed to implement this policy change.

4. What is JBRC asked to do?

Approve the policy change regarding land acquisitions and accept as information the written version of the policy change regarding bonds adopted at the October 7, 2014 JBRC meeting.

5. What is the recommendation of the Budget Office?

Consider the policy changes.

6. List of Supporting Documents:

1. Final Land Acquisition Policy
2. Bond Approval Policy

JOINT BOND REVIEW COMMITTEE

Proposed Policy Change December 3, 2014

Final Land Acquisitions

If the land acquisition will result in property being exempt from taxation where it had not been previously, final land acquisition requests must include a letter of support from both the County Council(s) within whose county the property resides and the School Board(s) within whose district the affected property resides when the transaction will result in property being removed from the tax rolls.

JOINT BOND REVIEW COMMITTEE

Policy Change from October 7, 2014 JBRC Meeting

Bond Approvals

If an agency/institution submits a request that would result in the addition of bond funds to the project budget, regardless of the type of bonds added, the request for approval of the bond funds must be brought forward as a separate agenda item. The agency must submit documentation that includes:

1. Amount and Type of Bond
2. Revenues Pledged to Pay the Debt Service on the Bond
 - a. Total revenues for the prior fiscal year from the source of funds pledged to pay the debt service on the bond.
 - b. Other obligations on that source of funds, to include debt service requirements on all existing bonds, authorized bonds and proposed bonds. If there are bond requests on multiple projects for the same funding source at the same meeting, these must also be shown. This should be presented in two charts:
 - i. a debt service chart that shows existing debt service, debt service on authorized but unissued bonds, other bonds presented at the meeting, principal on the proposed bond issue, interest on the proposed bond issue, and total composite debt service. The chart should include all fiscal years for the life of the bond; and
 - ii. a coverage chart that shows the composite debt service, revenues pledged to debt service, the coverage ratio based on pledged revenues, pro forma pledged revenues, and a pro forma coverage ratio. The chart should include all fiscal years for the life of the bond.
3. New Revenue Generation
 - a. Estimated new revenues to be generated by the facilities constructed should be described, to include both one-time and recurring revenues.
 - b. These revenues should be reflected in the chart as part of the pro forma pledged revenues.
4. Other Funds Available to Pay Bonds
Describe other funds on deposit or otherwise available to repay the bonds.
5. Statement of Obligation
 - a. Provide a statement of whether:
 - i. any special student fee is currently being imposed or contemplated to pay the bond;
 - ii. if the full faith and credit of the agency or the State of South Carolina are being pledged to the payment of the bond; and
 - iii. whether any mortgage or lien has been or will be given on any real property owned by the state or the agency.

JOINT BOND REVIEW COMMITTEE
Meeting of December 3, 2014

Item Number 2

AGENCY: Coastal Carolina University

PROJECT/SUBJECT: Not Exceeding \$106,295,000 Higher Education Revenue Bonds, Series 2015

Coastal Carolina University requests approval to issue Higher Education Revenue Bonds in an amount not to exceed \$106,295,000 to purchase University Place from the Coastal Housing Foundation.

University Place consists of 573 apartments with 2,079 beds and 11 support facilities located on 54.338 acres one-half mile from the University campus. The property is currently leased by the University from the Foundation for 1.3 times the debt service. In 2042, at the end of the lease term, the University has an option to purchase the property for \$1. By purchasing the property from the Foundation at the current time, the University will save \$73 million over the remainder of the 30-year lease term. The savings result from the cancellation of the lease and the ability for the University to borrow at lower rates.

The term of the revenue bonds will be 28 years. The source of funding for debt service will be the net revenues of the University (not including tuition collected to pay debt service on State Institution Bonds or state appropriations), less expenses. The sum of these recurring revenues after expenses for FY 2013-14 was \$12,811,327. Exhibit A reflects debt service requirements on all of the University's existing and proposed revenue bonds. Holding FY 2013-14 net revenues constant, making the adjustment for the cancellation of the Foundation lease, and reflecting revenues from residential halls currently under construction, the debt service coverage is projected to range from 1.54 to 25.16 times the annual debt service (Exhibit B).

The University had on deposit on June 30, 2014, \$40.9 million that could be applied to pay debt service if the net revenues prove insufficient to pay the debt service on the bonds. In addition, Horry County voters approved the imposition of a one percent local option sales tax for 15 years to pay for education capital improvements beginning in 2009. The University receives 13.3 percent of the tax collections which must be used for construction, land acquisitions, and debt service. Through June 2014, the University had received over \$40 million, and the projected 15-year total is estimated to be \$131 million.

No student fees will be increased as a result of this project. The bonds will not commit the full faith and credit of the State or University.

COMMITTEE ACTION:

Review and make recommendation related to Coastal Carolina University's request for issuance of Higher Education Revenue Bonds in an amount not to exceed \$106,295,000.

ATTACHMENTS:

- 1) Letter from Pope Zeigler, LLC, dated November 11, 2014
- 2) Coastal Carolina University Bond Information Report dated November 11, 2014
- 3) Article 3, Title 59 of the South Carolina Code of Laws

DOCUMENTS AVAILABLE UPON REQUEST:

- 1) Amended and Restated General Bond Resolution adopted by the Coastal Carolina University Board of Trustees on October 26, 2014
- 2) Supplemental Resolution adopted by Coastal Carolina University Board of Trustees on October 24, 2014

November 11, 2014

VIA HAND DELIVERY

Ms. Dianne Carraway
Senate Finance
111 Gressette Building
Columbia, South Carolina 29202

Re: Not exceeding \$106,295,000 Coastal Carolina University, South Carolina
Higher Education Revenue Bonds, Series 2015 (the "Bonds")

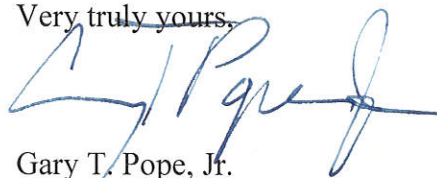
Dear Dianne:

In connection with the issuance of the Bonds and in preparation for the Joint Bond Review Committee's meeting scheduled for December 3, 2014, enclosed please find one copy of each of the following items for submission and review:

1. An Amended and Restated General Bond Resolution adopted by the Board of Trustees of Coastal Carolina University (the "Board") on October 26, 2012;
2. A Supplemental Resolution of Coastal Carolina University adopted by the Board on October 24, 2014; and
3. A Bond Information Report.

Please let us know if you need anything further or if you have any questions or concerns or require any additional information.

Very truly yours,



Gary T. Pope, Jr.

cc: Stacie A. Bowie, Vice President for Finance and Administration and Chief Financial Officer

Enclosures

Coastal Carolina University Bond Information Report

Prepared in Connection with the Proposed Authorization of

Not Exceeding \$106,295,000 of Higher Education Revenue Bonds, Series 2014

November 11, 2014

Revenues Pledged to Pay the Bonds. Coastal Carolina University's Higher Education Revenue Bonds are payable from, and are secured by a pledge of, the Net Revenues of the University, which are defined as all revenues of the University (not including revenues derived from appropriations received from the South Carolina General Assembly or tuition moneys collected to pay debt service on State Institution Bonds), less expenses. The sum of these recurring revenues for the fiscal year ended June 30, 2014 totaled \$12,811,327 after expenses. The debt service requirements on all existing, authorized, and proposed Higher Education Revenue Bonds are attached as Exhibit A. Exhibit B reflects maximum annual debt service of \$13,035,447 in fiscal year 2018 and debt service coverage ranging from 1.54 to 25.16 times annual debt service, holding fiscal year ended June 30, 2014 Net Revenues constant and giving effect to the cancellation of the University Place lease (as discussed below) and reflecting incremental revenues from the Elvington Residential Halls that are currently under construction.

Economic Impact. Currently, the University leases University Place, which consists of 54 acres of real property and improvements consisting of 46 residence halls, comprised of 573 apartments with 2,079 beds, and associated recreational, support and auxiliary facilities adjacent to the University's campus, pursuant to an arrangement with the Coastal Housing Foundation approved by the South Carolina Budget and Control Board on May 9, 2012. Pursuant to the lease, the University pays a lease rate of 1.3 times debt service on the bonds issued to develop University Place. The prior bonds were issued by SC JEDA on behalf of the Coastal Housing Foundation. The proposed acquisition of University Place to be funded with the proposed not exceeding \$106,295,000 of Higher Education Revenue Bonds is expected to result in operating savings of approximately \$73 million through 2042. The savings result from the cancellation of the lease upon acquisition of University Place and the ability of the University to borrow at lower rates because of its stronger credit. The impact of the lease cancellation is shown in the column entitled Adjustment for University Place Lease Cancellation and is reflected in the Pro Forma Net Revenues column in Exhibit B.

Other Funds Available to Pay Bonds. Should the Net Revenues prove insufficient to provide for debt service on the bonds, the University at June 30, 2014 had on deposit \$40.9 million dollars of fund balance that could be applied to pay debt service at the discretion of the University. Additionally, in November 2008, the voters of Horry County approved the imposition of a one percent local option sales tax in a referendum for the purpose of paying, directly or indirectly, for education capital improvements in Horry County. The University receives 13.3 percent of the tax collected for a period of 15 years which began March 1, 2009. Through June 2014, the one-cent tax has provided more than \$40 million to the University, which is restricted to fund campus construction, land acquisitions, and debt service. Based on projections at June 30, 2014, the collections should result in an estimated \$131 million over the fifteen-year period.

No Credit of the State. Neither the full faith and credit of Coastal Carolina University nor the State of South Carolina has been pledged to the payment of any University Higher Education Revenue Bonds. Further, no mortgage or lien has been or will be given on any real property of Coastal Carolina University.

Exhibit A

Higher Education Revenue Bonds - Debt Service

Debt Service on Proposed Bond Issue						
		Debt Service On				
	Existing Debt	Authorized but Unissued			Total Composite	
Fiscal Year	Service	Bonds	Principal	Interest	Debt Service	
6/30/2015	\$ 5,136,789	\$ -	\$ 3,850,000	\$ 1,907,633	\$ 10,894,422	
6/30/2016	6,546,287	-	2,730,000	3,029,468	12,305,755	
6/30/2017	7,270,720	-	2,745,000	3,015,545	13,031,265	
6/30/2018	7,276,039	-	2,765,000	2,994,408	13,035,447	
6/30/2019	6,908,436	-	2,795,000	2,965,652	12,669,088	
6/30/2020	6,905,806	-	2,835,000	2,927,920	12,668,726	
6/30/2021	6,907,124	-	2,880,000	2,881,993	12,669,117	
6/30/2022	6,912,191	-	2,930,000	2,826,985	12,669,176	
6/30/2023	6,914,387	-	3,000,000	2,763,111	12,677,498	
6/30/2024	6,909,112	-	3,070,000	2,692,911	12,672,023	
6/30/2025	6,904,226	-	3,145,000	2,617,082	12,666,308	
6/30/2026	6,909,506	-	3,230,000	2,534,997	12,674,503	
6/30/2027	5,346,131	-	3,315,000	2,446,818	11,107,949	
6/30/2028	5,340,137	-	3,410,000	2,352,341	11,102,478	
6/30/2029	5,340,024	-	3,510,000	2,250,723	11,100,747	
6/30/2030	5,346,824	-	3,615,000	2,142,615	11,104,439	
6/30/2031	5,343,749	-	3,730,000	2,029,104	11,102,853	
6/30/2032	5,340,849	-	3,850,000	1,909,371	11,100,220	
6/30/2033	5,341,436	-	3,975,000	1,783,476	11,099,912	
6/30/2034	5,348,368	-	4,110,000	1,651,108	11,109,476	
6/30/2035	5,342,093	-	4,250,000	1,512,190	11,104,283	
6/30/2036	5,344,168	-	4,675,000	1,357,490	11,376,658	
6/30/2037	5,344,713	-	4,845,000	1,187,320	11,377,033	
6/30/2038	5,347,800	-	5,025,000	1,010,962	11,383,762	
6/30/2039	5,341,425	-	5,205,000	828,052	11,374,477	
6/30/2040	5,344,150	-	5,395,000	638,590	11,377,740	
6/30/2041	2,105,400	-	5,600,000	433,580	8,138,980	
6/30/2042	2,103,400	-	5,810,000	220,780	8,134,180	
6/30/2043	2,103,600	-	-	-	2,103,600	
6/30/2044	2,100,800	-	-	-	2,100,800	
Totals	\$164,725,690	\$ -	\$ 106,295,000	\$ 56,912,218	\$ 327,932,908	

Exhibit B

Higher Education Revenue Bonds - Coverage

Fiscal Year	Composite Debt Service	FY14 Revenues Pledged to Debt Service	Adjustment for University Place Lease Cancellation	Pro Forma Revenue from Elvington Residential Halls*	Pro Forma Pledged Revenues**	Pro Forma Coverage Ratio
6/30/2015	\$ 10,894,422	\$ 12,811,327	\$ 3,991,096	\$ -	\$ 16,802,423	1.54
6/30/2016	12,305,755	12,811,327	7,986,124	4,127,998	24,925,449	2.03
6/30/2017	13,031,265	12,811,327	7,986,092	8,588,036	29,385,455	2.25
6/30/2018	13,035,447	12,811,327	7,981,672	9,017,429	29,810,428	2.29
6/30/2019	12,669,088	12,811,327	7,985,247	9,468,298	30,264,872	2.39
6/30/2020	12,668,726	12,811,327	7,987,814	9,941,704	30,740,845	2.43
6/30/2021	12,669,117	12,811,327	7,985,393	10,438,798	31,235,518	2.47
6/30/2022	12,669,176	12,811,327	7,981,623	10,960,729	31,753,679	2.51
6/30/2023	12,677,498	12,811,327	7,984,223	11,508,756	32,304,306	2.55
6/30/2024	12,672,023	12,811,327	7,985,978	12,084,201	32,881,506	2.59
6/30/2025	12,666,308	12,811,327	7,986,563	12,688,410	33,486,300	2.64
6/30/2026	12,674,503	12,811,327	7,984,405	13,322,836	34,118,568	2.69
6/30/2027	11,107,949	12,811,327	7,986,063	13,988,976	34,786,366	3.13
6/30/2028	11,102,478	12,811,327	7,986,225	14,688,434	35,485,986	3.20
6/30/2029	11,100,747	12,811,327	7,984,600	15,422,860	36,218,787	3.26
6/30/2030	11,104,439	12,811,327	7,980,895	16,194,011	36,986,233	3.33
6/30/2031	11,102,853	12,811,327	7,981,220	17,003,708	37,796,255	3.40
6/30/2032	11,100,220	12,811,327	7,981,626	17,853,904	38,646,857	3.48
6/30/2033	11,099,912	12,811,327	7,983,251	18,746,595	39,541,173	3.56
6/30/2034	11,109,476	12,811,327	7,985,283	19,683,928	40,480,538	3.64
6/30/2035	11,104,283	12,811,327	7,987,070	20,668,116	41,466,513	3.73
6/30/2036	11,376,658	12,811,327	7,981,383	21,701,523	42,494,233	3.74
6/30/2037	11,377,033	12,811,327	7,985,608	22,786,600	43,583,535	3.83
6/30/2038	11,383,762	12,811,327	7,987,363	23,925,929	44,724,619	3.93
6/30/2039	11,374,477	12,811,327	7,985,380	25,122,221	45,918,928	4.04
6/30/2040	11,377,740	12,811,327	7,984,893	26,378,340	47,174,560	4.15
6/30/2041	8,138,980	12,811,327	7,984,210	27,697,257	48,492,794	5.96
6/30/2042	8,134,180	12,811,327	7,981,643	29,082,117	49,875,087	6.13
6/30/2043	2,103,600	12,811,327	7,981,643	30,536,219	51,329,189	24.40
6/30/2044	2,100,800	12,811,327	7,981,643	32,063,032	52,856,002	25.16

* Assumes vacancy rates of 10% in Fall and 20% in Spring terms, with a 5% increase in rates in 2015, a 2% increase in 2016-2018, and a 1% increase in 2019-2044. The Elvington Residential Halls were financed with the proceeds of the Series 2013 and Series 2014 Higher Education Revenue Bonds of Coastal Carolina University. The first portion of the residential halls will be placed in service in fiscal year 2015-2016 and the second in 2016-2017.

** Pro Forma Pledged Revenues consist of the FY14 Revenues Pledged for Debt Service, plus (i) the Adjustment for University Place Lease Cancellation and (ii) Pro Forma Revenue from Elvington Residential Halls.

ARTICLE 3.

REVENUE BONDS

SECTION 59-136-300. Equipment defined.

For purposes of this article "equipment" means items with a useful life of at least fifteen years.

HISTORY: 1993 Act No. 69, Section 1.

SECTION 59-136-310. Authority to issue revenue bonds.

Coastal Carolina University, in this article referred to as the university, may issue revenue bonds of the university for the purpose of financing or refinancing in whole or in part the cost of construction, reconstruction, improvement, and equipment of buildings for the purposes of the university including, without limiting the generality of the foregoing, dormitories, apartment buildings, dwelling houses, dining halls, cafeterias, parking facilities, sports facilities, and inns or for any one or more of these purposes.

HISTORY: 1993 Act No. 69, Section 1.

SECTION 59-136-320. Authorizing resolution; resolution to be part of contract; contents of resolution.

Revenue bonds issued under this article must be authorized by a resolution or resolutions of the board of trustees of the university. The resolution of the university may, in the discretion of the board, contain provisions, which must be a part of the contract between the university and the several holders of the bonds, as to any of the following:

- (1) the custody, security, use, expenditure, or application of the proceeds of the bonds;
- (2) the construction and completion of the building or equipment for which the bonds are issued;
- (3) the use, regulation, operation, maintenance, insurance, or disposition of the building or equipment for which the bonds are issued or restrictions on the exercise of the powers of the board of trustees to dispose of or to limit or regulate the use of the building or equipment;
- (4) the payment of the principal of or interest on the bonds and the sources and methods of the payment, the rank or priority of the bonds as to any lien or security or the acceleration of the maturity of the bonds;

- (5) the use and disposition of the revenues derived or to be derived from the operation of the building or equipment;
- (6) the pledging, setting aside, depositing, or trusteeing of the revenues from which the bonds are made payable to secure the payment of the principal of and interest on the bonds or the payment of expenses of operation and maintenance of the building or equipment;
- (7) the setting aside out of the revenues of reserves or sinking funds and the source, custody, security, regulation, and disposition of them;
- (8) the determination of the definition of the revenues or of the expenses of operation and maintenance of the building or equipment for which the bonds are issued;
- (9) the rentals, fees, or other charges from students, faculty members, and others using or being served by, or having the right to use or be served by, the building or equipment for which the bonds are issued and any parts, extensions, replacements, or improvements of them constructed or acquired and the fixing, establishment, collection, and enforcement of them, the amount or amounts of revenues to be produced by them, and the disposition and application of the amounts charged or collected;
- (10) limitations on the issuance of additional bonds or any other obligations or the incurrence of indebtedness payable from the same revenues from which the bonds are payable;
- (11) parietal rules to ensure the use of the building or equipment by students or members of the faculty of the university to the maximum extent to which the building or equipment is capable of serving the students or faculty members;
- (12) the procedure, if any, by which the terms of any covenant or contract with, or duty to, the holders of the bonds may be amended or abrogated, the amount of bonds to which the holders of which must consent, and the manner in which the consent may be given or evidenced; and
- (13) any other matter or course of conduct which, by recital in the resolution or resolutions authorizing or providing for the bonds, is declared to further secure the payment of the principal of or interest on the bonds.

HISTORY: 1993 Act No. 69, Section 1.

SECTION 59-136-330. Particulars of bonds; must be negotiable.

Revenue bonds may be issued in one or more series, may bear such date or dates, may mature at

such time or times, not exceeding forty years from their respective dates, may bear interest at such rate or rates, may be payable in such medium of payment and at such place or places, may be in such denomination or denominations, may be in such form, either coupon or registered, may carry such registration privileges, may be subject to such terms of redemption before maturity, with or without premium, and may contain such terms, covenants, and conditions as the resolution authorizing the issuance of the bonds may provide. The bonds must be fully negotiable within the meaning of and for all the purposes of the Uniform Commercial Code.

HISTORY: 1993 Act No. 69, Section 1.

SECTION 59-136-340. Bonds tax exempt.

The bonds must be exempt from state, county, municipal, and school taxes.

HISTORY: 1993 Act No. 69, Section 1.

SECTION 59-136-350. Signature on bonds and coupons.

The bonds must be signed in the corporate name of the university by the chairman of the board of trustees of the university, under the corporate seal of the university attested by the secretary of the board of trustees. Interest coupons attached to the bonds must be signed by the facsimile signatures of these officers. The bonds may be issued notwithstanding that any of the officials signing them or whose facsimile signatures appear on the coupons have ceased to hold office at the time of the issue or at the time of the delivery of the bonds to the purchaser.

HISTORY: 1993 Act No. 69, Section 1.

SECTION 59-136-360. Sale of bonds.

The bonds must be sold at public or private sale upon such terms and conditions as the board of trustees of the university considers advisable.

HISTORY: 1993 Act No. 69, Section 1.

SECTION 59-136-370. Filing with State Treasurer description of all obligations entered into by board.

The board of trustees or its proper administrative officers shall file with the State Treasurer within thirty days from the date of their issuance a complete description of all obligations entered into by the board, with the rates of interest, maturity dates, annual payments, and all pertinent

data.

HISTORY: 1993 Act No. 69, Section 1.

SECTION 59-136-380. Authorizing resolution constitutes binding contract; enforcement.

All provisions of a resolution authorizing or providing for the issuance of the bonds in accordance with Section 59-136-320 and of the covenants and agreements constitute valid and legally binding contracts between the university and the several holders of the bonds, regardless of the time of issuance of the bonds, and is enforceable by the holder or holders by mandamus or other appropriate action, suit, or proceeding at law or in equity in any court of competent jurisdiction.

HISTORY: 1993 Act No. 69, Section 1.

SECTION 59-136-390. Sources of payments of bonds; bonds not obligations of state.

The bonds must be made payable solely from the revenues derived by the university from the operation of the building or equipment for which the bonds are issued or, in the discretion of the board of trustees of the university, from the revenues and also from any other revenues of the university except revenues derived from appropriations received from the General Assembly. The bonds are not obligations of the State.

HISTORY: 1993 Act No. 69, Section 1.

JOINT BOND REVIEW COMMITTEE
Meeting of December 3, 2014

Item Number 3

AGENCY: South Carolina State University

PROJECT/SUBJECT: Budgetary Plan

Proviso 19.2 of the Fiscal Year 2014-15 Appropriation Act establishes the South Carolina State Blue Ribbon Advisory Committee composed of James F. Barker, former President of Clemson University; Harris Pastides, President of the University of South Carolina; Luther F. Carter, President of Francis Marion University; Judge Alex Sanders, former President of the College of Charleston; and Chief Justice Ernest A. Finney, former President of South Carolina State University (who was unable to serve due to health reasons), or their successors.

The proviso directs the President and Board of Trustees of South Carolina State University, in consultation with the Advisory Committee, to develop a budgetary plan to reduce expenditures and stabilize the University and which prevents the University from running a deficit in other funds. The proviso further directs the University to forward the plan to the Joint Bond Review Committee upon recommendation by the Advisory Committee that funds are required for implementation of the plan. Within 15 days of approval by JBRC, the Budget and Control Board is directed to identify accounts from which the State Treasurer must transfer funds to the University.

On September 11, 2014, the South Carolina State University's Board of Trustees accepted the budgetary plan and made a commitment to strictly comply with the terms of the plan.

The Advisory Committee's plan recommends lending the University \$12 million over the next three fiscal years contingent on the University's meeting certain requirements. For FY 2014-15, the plan calls for a total transfer of \$6 million to be made in quarterly installments of \$1.5 million per quarter. The first quarterly transfer is contingent on the Board of Trustees' adopting a balanced budget; the remaining quarterly transfers for FY 2014-15 are to be made contingent on certification by the Working Group (to be appointed by the Advisory Committee) in cooperation with the Executive Budget Office that the University is not in, or projected to be in, deficit status during the quarter. Should the University be in, or projected to be in, deficit status during the quarter, the transfer will be suspended until the University has taken the necessary action(s) to bring the budget out of deficit status as certified by the Working Group in cooperation with the Executive Budget Office. The plan provides for a \$4 million transfer in FY 2015-16 and a \$2 million transfer in FY 2016-17 to be made during the first quarter of the fiscal year provided the Board of Trustees has adopted a balanced budget as certified by the Executive Budget Office.

COMMITTEE ACTION:

Review and approve South Carolina State University's Budgetary Plan as recommended by the Blue Ribbon Advisory Committee.

ATTACHMENTS:

- 1) Letter dated September 11, 2014, from William Small, Jr., Chairman, SC State Board of Trustees
- 2) South Carolina State Budgetary Plan
- 3) Proviso 19.2 of the FY 2014-15 Appropriation Act
- 4) Letter dated November 17, 2014, from Brenda Hart, Executive Budget Office, to Mr. Thomas J. Elzey, President, South Carolina State University:

On November 17, the Executive Budget Office notified the University that based on information made available by University staff and others it appears the University will be unable to meet its obligations with available resources and will likely end the fiscal year with an other funds operating deficit. Pursuant to Section 1-11-495 of the SC Code of Laws and Proviso 117.86 of the FY 2014-15 Appropriation Act, the University is required to submit a plan to “minimize or eliminate the projected deficit” within 14 days, or by December 1.



p (803) 536-7048
f (803) 536-7182

Office of the Board of Trustees

September 11, 2014

The Honorable Hugh Leatherman
111 Gressette Building
Columbia, South Carolina 29201

Dear Senator Leatherman:

Thank you for your efforts to assist SC State University. The SC State Plan, which you provided me in our meeting on Monday, July 21, 2014, recommended by the Blue Ribbon Committee, is acceptable to the Board of Trustees of SC State University. We are committed to strict compliance with the plan's terms. Please proceed to take the plan to the Joint Bond Review Committee.

The SC State University Board of Trustees authorized me to send this letter in its meeting on Thursday, September 11, 2014.

Again, thank you for your efforts on behalf of the University. Please let me know if you need anything further on this matter.

Sincerely yours,

A handwritten signature in dark ink, appearing to read "William Small, Jr.", with a stylized flourish at the end.

William Small, Jr., Chairman
Board of Trustees

Enclosure

c: All Board Members
President Thomas J. Elzey

South Carolina State - Budgetary Plan

Pursuant to Proviso 19.2 of the FY2014-15 SC Appropriations Act, in order to assist in stabilizing University finances for the ultimate benefit of current and future students of this important state institution, the South Carolina State Advisory Committee ("Advisory Committee") recommends to the Joint Bond Review Committee (JBRC) that the following funding amounts be loaned to South Carolina State University (SCSU) over a 3 year period:

FY2014-15 - \$6 Million*

FY2015-16 - \$4 Million**

FY2016-17 - \$2 Million**

*The Advisory Committee recommends that the \$6 million for FY2014-15 be released in equal quarterly installments provided that: 1) for the initial quarterly installment, the SCSU Board of Trustees (BOT) has adopted a balanced budget for the period between July 1, 2014 and June 30, 2015 (FY2014-15), and 2) for each of the remaining 3 quarterly installments, the Working Group,*** with the requested cooperation from the Executive Budget Office, certifies to the Advisory Committee that SCSU's FY2014-15 budget is not in deficit status at the time of the installment payment and that the university is not projected by the Executive Budget Office based on a cash flow analysis to enter deficit status during the quarter. Should SCSU be in, or be projected to be in, deficit status at any time during FY2014-15, installment payments scheduled but not yet made during FY2014-15 shall be suspended until the Working Group, with requested cooperation from the Executive Budget Office, certifies that SCSU has taken necessary corrective action to bring its budget out of deficit status.

**For installment payments recommended above for FY2015-16 (\$4 million) and FY2016-17 (\$2 million), the Advisory Committee recommends those payments be made in full as soon as practicable during the first quarter of the fiscal year's FY2015-16 and FY2016-17 provided that the BOT has adopted a balanced budget as certified by the Executive Budget Office.

***Pursuant to Proviso 19.2, the Advisory Committee will appoint a "Working Group" (subject to ratification of the Group by the Chairs of the Senate Finance and Ways and Means Committees) to assist the Advisory Committee in monitoring SCSU finances in a manner, and at the times determined by the Advisory Committee, for purposes of releasing the recommended installment payments on a quarterly basis for FY2014-15. In addition, the Working Group, with requested cooperation from the Executive Budget Office, shall provide the members of the Orangeburg Delegation of the General Assembly a written report no later than the 30th of each month of FY2014-15 summarizing the cash flow position of SCSU at the time of the report.

Proviso 19.2 of the FY14-15 Appropriations Act

19.2. (SCSU: Blue Ribbon Advisory Committee) (A) The General Assembly finds that:

(1) Historically black colleges and universities serve as important and vital institutions for the education of students. These institutions of higher learning are essential to producing college graduates, professionals, uplifting students, and inspiring others to continue in their traditions;

(2) South Carolina State University was founded in 1896 as the state's sole public college for black youth and has played a key role in the education of African-Americans in the state and nation; and

(3) It is vital for this State that South Carolina State University maintain its legacy of excellence in education, and continue to produce generations of scholars and leaders in business, military service, government, athletics, education, medicine, science, engineering technology, and more.

(B) (1) There is established the South Carolina State Blue Ribbon Advisory Committee. The committee shall be composed of James F. Barker, former President of Clemson University; Harris Pastides, President of the University of South Carolina; Dr. Luther F. Carter, President of Francis Marion University; Judge Alex Sanders, former President of the College of Charleston; and Chief Justice Ernest A. Finney, former President of South Carolina State University, or their successors.

(2) The President of South Carolina State University and the university's board of trustees, in consultation with the advisory committee, shall develop a budgetary plan to reduce expenditures and stabilize the university, including, but not limited to, the recruitment and retention of students. The Blue Ribbon Advisory Committee shall appoint a working group and their appointment shall be ratified by the Chairman of the Senate Finance Committee and the Chairman of the House Ways and Means Committee. The working group shall assist the advisory committee in the development of the budgetary plan. The advisory committee shall select one person with experience from each of the following functional disciplines within higher education to comprise the working group: Finance, Procurement, Human Resources, Athletic Administration, and University Foundation Administration. The advisory committee may also add persons to the working group from other disciplines as it determines necessary, including a person with expertise in the mission and administration of Historically Black Colleges and Universities. Each person chosen to participate in the working group may secure analytical support from the institution they serve in their full time capacity, if applicable. Additionally, the working group shall provide monthly briefings to the members of the Orangeburg County Legislative Delegation, and shall provide periodic progress reports regarding the development of the budgetary plan to the Chairman of the Senate Finance Committee and the Chairman of the House Ways and Means Committee, at their request. Upon approval of the budgetary plan by the board and the advisory committee, the university is authorized to implement the provisions of the budgetary plan as set forth in this subsection. The approved budgetary plan must be provided to each member of the General Assembly. Upon implementation, the budgetary plan must prevent the university from running another other funds operating deficit. In developing the budgetary plan, all operating and other expenditures made across all aspects of the university must be considered, including, but not limited to, administration, academics, auxiliary operations, public service activities, and athletics.

(3) Upon certification by the advisory committee that funds for implementation of the budgetary plan are required, then the university must forward the plan to the Joint Bond Review Committee. Within fifteen days of approval by the Joint Bond Review Committee, the Budget and Control Board, in consultation with the Comptroller General, shall identify accounts from which the State Treasurer must transfer to the university on the schedule required by the

budgetary plan an amount or amounts required by the budgetary plan. Members of the General Assembly must be provided with a complete list of all accounts from which the State Treasurer will transfer funds. If any portion of the budgetary plan approved by the committee includes a recommendation of a loan or a series of loans, the loan must be at an interest rate established by the State Treasurer pursuant to Section 11-9-250. Loan repayment, if required by the budgetary plan, shall be for the duration recommended by the committee except that repayment shall begin no earlier than the calendar year following the conclusion of the current fiscal year.

(4) Members of South Carolina State Blue Ribbon Advisory Committee shall be indemnified in the same manner as members of the Retirement System Investment Commission, mutatis mutandis.

NIKKI R. HALEY
GOVERNOR



1205 PENDLETON STREET
Edgar A. Brown Building, Suite 529
COLUMBIA, S.C. 29201
(803) 734-2280

November 17, 2014

Mr. Thomas J. Elzey
President
South Carolina State University
300 College Street NE
Orangeburg, SC 291117

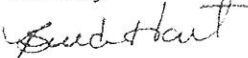
Dear President Elzey,

Pursuant to §1-11-495 of the South Carolina Code of Laws and Proviso 117.86 of the FY 2014-15 Appropriation Act, the Executive Budget Office (EBO) is required to perform quarterly monitoring of state General Fund revenues and individual agency operations to determine if either the State or individual agencies are likely to experience deficits in the current fiscal year. Agency-specific deficit monitoring for South Carolina State University (SCSU) has been an unusual exercise due in-part to the process established in Proviso 19.2 of the FY 2014-15 Appropriation Act, whereby the university may receive additional State resources in the current fiscal year upon the recommendation of a special advisory committee and approval by a joint legislative committee. Given that no such support has been approved to date, first quarter monitoring assumes that supplemental resources are not available to the university.

Based on information made available by SCSU staff, presentation to the SCSU Board of Trustees, and preliminary discussions with consultants currently engaged at SCSU, the EBO believes that SCSU will be unable to meet its obligations with resources available in the current fiscal year, and will likely end Fiscal Year 2014-15 with an other funds operating deficit. Several factors have led to this conclusion including beginning the year with a significant account payables balance in conjunction with projections to end the year with an account payables balance; a sizeable student account receivables as it relates to the ratio of the student receivables identified as doubtful collections at year-end; and, the shortfall in budget projections resulting from implementation of a voluntary furlough versus a mandatory furlough. Accordingly, SCSU must submit a plan to "minimize or eliminate the projected deficit" to the EBO within fourteen days, or December 1, 2014. Given the unique nature of SCSU's budget in the current fiscal year, the plan should clearly state assumptions about any additional resources it anticipates receiving in the current fiscal year and the University's ability to repay the interagency loan authorized by the Budget and Control Board on April 30, 2014.

Thank you for the assistance and professionalism displayed by you and your staff during the past months. If you have any questions or concerns, please email or call me at bhart@budget.sc.gov or 803.734.2149.

Sincerely


Brenda Hart

Cc: Marcia Adams
Ted Pitts

AGENCY: B&CB - Division of General Services

PROJECT/SUBJECT: Proposed South Carolina Office of Regulatory Staff Lease

The South Carolina Office of Regulatory Staff (ORS) requests approval to lease 30,700 square feet of space at 1401 Main Street in Columbia from MS Joint Venture/EM&L (SC-based). The agency currently leases 25,489 square feet at the same location and is seeking the additional space to accommodate the staff of South Carolina Energy Office as directed by the Restructuring Act.

The initial term of the proposed lease is five years beginning September 1, 2015, at a rate of \$13.11 per square foot for the first year, which is a reduction of their current rate of \$14.43 per square foot. The lease calls for annual increases of the base rent of approximately 1.5 to 1.75% per year. ORS is also requesting approval for an extended term of an additional five years at a similar escalation rate.

All operating expenses are included in the base rent for the first year; thereafter, the agency will be responsible for any pro-rata operating-cost escalations up to a cap of 5% over the previous year.

The total payment for the base rent over the ten-year term will be \$4,335,454, or an average of \$14.12 per square foot if there are no operating cost escalations. The maximum payout including the maximum potential operating costs over the ten-year term is \$4,436,670, or an average of \$14.45 per square foot.

The lease includes up to 92 parking spaces with employees responsible for paying the landlord \$10 per space per month.

A solicitation was conducted by the Division of General Services, and two responses were received. This proposal represents the lowest bid. The Division of General Services reports that comparables for similar space in the Columbia area range from \$13.25 to \$15.50 per square foot for the initial year and \$15.75 to \$17.46 in the final year of existing leases.

ORS has adequate funds to cover the lease according to the Budget Approval Form.

The Division of General Services recommends approval. JBRC review per Section 1-11-56.

COMMITTEE ACTION:

Review the proposed five-year lease and five-year extension and recommend approval.

ATTACHMENTS:

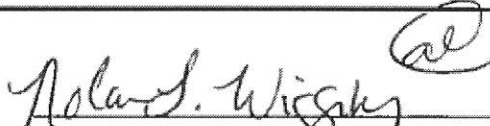
- 1) Division of General Services Lease Summary dated December 3, 2014
- 2) Sections 1-11-55 and 1-11-56 of the South Carolina Code of Laws

JBRC AGENDA ITEM WORKSHEET

Meeting Scheduled for: December 3, 2014

1. Submitted by:

- (a) Agency: Division of General Services
(b) Authorized Official Signature:


Nolan L. Wiggins, Director

2. Subject: SC Office of Regulatory Staff Lease

3. Summary Background Information:

The SC Office of Regulatory Staff (ORS) requests approval to lease 30,700 rentable square feet located at 1401 Main Street in Columbia from MS Joint Venture/EM&L. The agency currently leases 25,489 RSF at the same location and is seeking the additional square footage to accommodate space for South Carolina Energy Office staff moving to ORS as part of the Restructuring Act.

A solicitation was conducted and two (2) responses were received, of which the selected location represents the lowest bid. The initial lease term will be five (5) years beginning September 1, 2015, at a rate of \$13.11 per square foot for the first year, which is a reduction from their current rate of \$14.43 per square foot. Thereafter, basic rent increases annually as shown in the chart below. ORS is also requesting approval for an extended term of an additional five (5) years at the same escalation rate.

Initial Term	Period (From-To)	Annual Rent	Monthly Rent	Rent per SF	Max Potential Excess Operating Costs
YEAR 1	09-01-2015 to 08-31-2016	\$402,477.00	\$33,539.75	\$ 13.11	0.00
YEAR 2	09-01-2016 to 08-31-2017	\$409,538.04	\$34,128.17	\$ 13.34 rounded	\$9,179.30
YEAR 3	09-01-2017 to 08-31-2018	\$416,292.00	\$ 34,691.00	\$ 13.56	\$9,638.27
YEAR 4	09-01-2018 to 08-31-2019	\$423,353.04	\$35,279.42	\$ 13.79 rounded	\$10,120.18
YEAR 5	09-01-2019 to 08-31-2020	\$430,107.00	\$35,842.25	\$ 14.01	\$10,626.19

Extended Term	Period (From-To)	Annual Rent	Monthly Rent	Rent per SF	Max Potential Excess Operating Costs
YEAR 6	09-01-2020 to 08-31-2021	\$436,860.96	\$36,405.08	\$ 14.23 rounded	\$11,157.50
YEAR 7	09-01-2021 to 08-31-2022	\$443,922.00	\$36,993.50	\$ 14.46	\$11,715.37
YEAR 8	09-01-2022 to 08-31-2023	\$450,675.96	\$37,556.33	\$ 14.68 rounded	\$12,301.14
YEAR 9	09-01-2023 to 08-31-2024	\$457,737.00	\$38,144.75	\$ 14.91	\$12,916.20
YEAR 10	09-01-2024 to 08-31-2025	\$464,490.96	\$38,707.58	\$ 15.13 rounded	\$13,562.01
Total		\$4,335,453.96			\$101,216.16 Over 10 years

Operating expenses are included in the base rent for the first year, after which the agency will pay any pro-rata operating cost escalations up to a cap of five (5) percent over the preceeding year. The lease includes up to 92 spaces of Landlord subsidized parking, with employees responsible for \$10 per space per month. The following table represents comparable lease rates of similar business space in the Columbia area:

Agency	Address	Lease Term	Initial Rate/SF	Final Rate/SF	Max Potential Excess Operating Costs
Workers Compensation Commission	1333 Main Street	6/1/09-4/30/16	\$13.25	\$15.75	\$50,974.88 Over 7 years
Department of Insurance	1201 Main Street	3/1/14-2/28/21	\$15.50	\$17.46	0.00
Health and Human Services	1801 Main Street	7/1/13-6/30/23	\$14.15	\$16.18	\$306,037.27 Over 10 years

Additionally, there are adequate funds for the lease according to a Budget Approval Form and multi-year plan submitted by the Agency.

4. **What is JBRC asked to do?** Approve the proposed 5 year lease and extended 5 year term for the Office of Regulatory Staff at 1401 Main Street in Columbia.
-

5. **What is recommendation of the Division of General Services?** Recommend approval of the proposed 5 year lease and extended 5 year term for the Office of Regulatory Staff at 1401 Main Street in Columbia.
-

6. **List of Supporting Documents:**

- SC Code of Laws Section 1-11-55 and 1-11-56

SECTION 1-11-55. Leasing of real property for governmental bodies.

- (1) "Governmental body" means a state government department, commission, council, board, bureau, committee, institution, college, university, technical school, legislative body, agency, government corporation, or other establishment or official of the executive, judicial, or legislative branches of this State. Governmental body excludes the General Assembly, Legislative Council, the Legislative Services Agency, and all local political subdivisions such as counties, municipalities, school districts, or public service or special purpose districts.
- (2) The Budget and Control Board is hereby designated as the single central broker for the leasing of real property for governmental bodies. No governmental body shall enter into any lease agreement or renew any existing lease except in accordance with the provisions of this section. However, a technical college, with the approval by the State Board for Technical and Comprehensive Education, and a public institution of higher learning, may enter into any lease agreement or renew any lease agreement up to one hundred thousand dollars annually for each property or facility.
- (3) When any governmental body needs to acquire real property for its operations or any part thereof and state-owned property is not available, it shall notify the Office of General Services of its requirement on rental request forms prepared by the office. Such forms shall indicate the amount and location of space desired, the purpose for which it shall be used, the proposed date of occupancy and such other information as General Services may require. Upon receipt of any such request, General Services shall conduct an investigation of available rental space which would adequately meet the governmental body's requirements, including specific locations which may be suggested and preferred by the governmental body concerned. When suitable space has been located which the governmental body and the office agree meets necessary requirements and standards for state leasing as prescribed in procedures of the board as provided for in subsection (5) of this section, General Services shall give its written approval to the governmental body to enter into a lease agreement. All proposed lease renewals shall be submitted to General Services by the time specified by General Services.
- (4) The board shall adopt procedures to be used for governmental bodies to apply for rental space, for acquiring leased space, and for leasing state-owned space to nonstate lessees.
- (5) Any participant in a property transaction proposed to be entered who maintains that a procedure provided for in this section has not been properly followed, may request review of the transaction by the Director of the Office of General Services or his designee.

HISTORY: 1997 Act No. 153, Section 2; 2002 Act No. 333, Section 1; 2002 Act No. 356, Section 1, Pt VLP(1); 2011 Act No. 74, Pt VI, Section 13, eff August 1, 2011; 2013 Act No. 31, Section 1, eff May 21, 2013.

SECTION 1-11-56. Program to manage leasing; procedures.

The State Budget and Control Board, in an effort to ensure that funds authorized and appropriated for rent are used in the most efficient manner, is directed to develop a program to manage the leasing of all public and private space of state agencies. The board's regulations, upon General Assembly approval, shall include procedures for:

- (1) assessing and evaluating agency needs, including the authority to require agency justification for any request to lease public or private space;
- (2) establishing standards for the quality and quantity of space to be leased by a requesting agency;
- (3) devising and requiring the use of a standard lease form (approved by the Attorney General) with provisions which assert and protect the state's prerogatives including, but not limited to, a right of cancellation in the event of:
 - (a) a nonappropriation for the renting agency,
 - (b) a dissolution of the agency, and
 - (c) the availability of public space in substitution for private space being leased by the agency;
- (4) rejecting an agency's request for additional space or space at a specific location, or both;
- (5) directing agencies to be located in public space, when available, before private space can be leased;
- (6) requiring the agency to submit a multi-year financial plan for review by the board's budget office with copies sent to Ways and Means Committee and Senate Finance Committee, before any new lease for space is entered into; and requiring prior review by the Joint Bond Review Committee and the requirement of Budget and Control Board approval before the adoption of any new lease that commits more than one million dollars in a five-year period; and
- (7) requiring prior review by the Joint Bond Review Committee and the requirement of Budget and Control Board approval before the adoption of any new lease that commits more than one million dollars in a five-year period.

HISTORY: 1997 Act No. 153, Section 2.

JOINT BOND REVIEW COMMITTEE
Meeting of December 3, 2014

Item Number 5

AGENCY: B&CB - State Budget Division

PROJECT/SUBJECT: Permanent Improvement Project Requests

There are 20 Permanent Improvement projects pending as follows:

- 8 Establish Phase I, Pre-Design Budget
- 6 Establish Phase II, Construction Budget
- 1 Revise Scope, Increase Construction Budget
- 5 Final Land Acquisition

COMMITTEE ACTION:

Review and approve projects for transmittal to Budget and Control Board.

ATTACHMENTS:

Project Requests Worksheet - Summary 3-2015

Executive Budget Office – Capital Budgeting Unit
Summary of Permanent Improvement Project Actions Proposed by Agencies
September 12, 2014 through November 3, 2014

SUMMARY 3-2015 Page 1 of 12
Forwarded to JBRC 11/24/2014

Item. 1.	Agency: H12 Clemson University	Project: 9920, Central Energy Facility Boiler Replacement	CHE Approval Date: Committee Review Date: B&C Board Approval Date:	11/6/2014
<u>Action</u>	Proposed: Establish Project for A&E Design			
Total budget	\$48,900.00	<u>Source</u>	<u>Amount</u>
[9] Other, Maintenance and Stewardship Fund	\$48,900.00	Other, Maintenance and Stewardship Fund	48,900.00
<u>Purpose:</u>	To begin design work to replace the boiler and fuel conveyance system in the Central Energy Facility at Clemson University. The Central Energy Facility is the central boiler steam plant that provides thermal energy to heat more than 80 buildings on the main campus. This project will enhance plant reliability, provide redundancy, and reduce the university's carbon footprint while improving energy efficiency and meeting EPA emissions regulations. The work will include replacing the existing 1964 coal-fired boiler with a high-efficiency boiler, fueled primarily by natural gas with fuel oil backup, and removing the fuel conveyance, storage and ash handling systems which were installed during original plant construction in 1948. The boiler and fuel conveyance systems are 50 and 66 years old, respectively, and have exceeded their useful lives. They are beyond beneficial life cycle cost and upgrade consideration. Under EPA emission standards, the existing coal-fired boiler would require an estimated \$5 million in upgrades to permit it for full operation.			
<u>Ref:</u>	Supporting document pages I-5			
Total Funds			Budget After Action Proposed	
				48,900.00

Executive Budget Office – Capital Budgeting Unit
Summary of Permanent Improvement Project Actions Proposed by Agencies
September 12, 2014 through November 3, 2014

Item. 2. Agency: H12 Clemson University Project: 9921, Advanced Technology Education Center Construction

Action Proposed: Establish Project for A&E Design

Total budget:\$210,000.00

[9] Other, Operating Revenue:\$210,000.00

Purpose: To begin design work to construct an Advanced Technology Education Center at Clemson University. The approximately 24,000 square foot facility will house the Clemson University Center for Workforce Development, including federally funded programs of the National Science Foundation, Department of Labor and Economic Development Administration in the area of advanced manufacturing. Located at the intersection of Highway 93 and Perimeter Road, the facility will also provide a space for enhanced public-private collaboration advanced manufacturing and engineering, where students, industry, state agencies, and educational institutions will have access to digital learning tools, equipment, curriculum and faculty expertise that are also integrated into the curricula of the state's 16 technical colleges. It will provide incubator space for undergraduate students in the College of Engineering and Science's entrepreneurial and innovation program to allow them to gain valuable real world entrepreneurial and startup experience. Clemson received a \$2 million grant from the Economic Development Administration to fund a portion of the construction of the facility. The new facility will provide opportunities for students, faculty and industry partners to better collaborate, drive innovation and enhance research in science, technology, engineering and math (STEM) fields primarily focused in Advanced Manufacturing. It will stimulate economic growth by creating visualization and simulation digital learning tools that help solve workforce preparedness issues and provide additional opportunities for students.

Ref: Supporting document pages 6-11

Item. 3. Agency: H17 Coastal Carolina University Project: 9606, University Place Dining Hall

Action Proposed: Establish Project for A&E Design

Total budget:\$70,500.00

[9] Other, Gift - Student Housing Foundation:\$70,500.00

Purpose: To begin design work to construct a dine-in food service facility at University Place at Coastal Carolina University. Establishment of this project will allow the University to determine whether it is more prudent to do a renovation/addition to current space or demolition/construction of a new structure. Depending on which option is chosen, the size of the facility is anticipated to be 9,000 and 11,000 square feet. The facility will be based on Aramark's "Fresh Food Company" design where food is prepped, cooked, and served in front of customers. The University needs an improved food service option at University Place. The residential hall houses approximately 2,100 students. There is currently a take-out option available, but this new dining hall will provide students access to dine-in food service as well as increased food selections.

Ref: Supporting document pages 12-16

CHE Approval Date: 11/6/2014
Committee Review Date:
B&C Board Approval Date:

Budget After Action Proposed	
<u>Source</u>	<u>Amount</u>
Other, Operating Revenue	210,000.00
Total Funds	210,000.00

CHE Approval Date: 11/6/2014
Committee Review Date:
B&C Board Approval Date:

Budget After Action Proposed	
<u>Source</u>	<u>Amount</u>
Other, Gift - Student Housing Foundation	70,500.00
Total Funds	70,500.00

Executive Budget Office – Capital Budgeting Unit
Summary of Permanent Improvement Project Actions Proposed by Agencies
September 12, 2014 through November 3, 2014

SUMMARY 3-2015 Page 3 of 12
Forwarded to JBRC 11/24/2014

Item. 4. Agency: H27 University of South Carolina **Project:** 6109, Men's Basketball Office and Team Spaces Renovation **CHE Approval Date:** 11/6/2014
Committee Review Date:
B&C Board Approval Date:

<u>Action Proposed:</u> Establish Project for A&E Design	
Total budget.....	\$60,000.00
[8] Athletic, Operating Funds	\$60,000.00
<u>Purpose:</u>	
To begin design work to renovate of approximately 35,000 square feet in the lower level of the Carolina Coliseum to create a men's basketball office suite and renovation of team spaces which serve the men's and women's basketball programs as well as the volleyball program at the University of South Carolina. The men's basketball offices will relocate from the volleyball facility to the Coliseum on the ground floor. The exterior entrance and grounds immediately around the Park Street entry will be improved to better define the home of the men's basketball program. The team spaces will accommodate all three programs by renovating the corridor between the Coliseum and Athletic Practice Facility, renovating locker rooms, and creating a shared weight room in proximity to all three programs with adjacent training rooms. Each program, in its current location, has limited reception and entry areas and requires the sharing of office space, making it difficult to strongly promote each program individually. The project will also eliminate the need for student athletes to travel among multiple facilities for different functions.	
<u>Budget After Action Proposed</u>	
<u>Source</u>	<u>Amount</u>
Athletic, Operating Funds	60,000.00
Total Funds	60,000.00

Ref: Supporting document pages 17-22

Item. 5. Agency: J12 Department of Mental Health **Project:** 9735, Veterans Victory House Nurse Call and CCTV Renovations **CHE Approval Date:** N/A
Committee Review Date:
B&C Board Approval Date:

<u>Action Proposed:</u> Establish Project for A&E Design	
Total budget.....	\$7,500.00
[9] Other, Capital Improvement & Maintenance Fund	\$7,500.00
<u>Purpose:</u>	
To begin design work to renovate the nurse call and closed circuit television (CCTV) systems at the Department of Mental Health's Veterans Victory House in Walterboro, SC. The 124,810 square foot 220 bed facility provides medical and nursing care, dementia care, rehabilitative therapy, pharmacy services, recreational and therapeutic activities, dietary and other services. The facility houses 220 veterans, and is used by approximately 230 support staff. The existing nurse call system is obsolete and has become unreliable. The system needs frequent system resets to continue functioning and it is becoming difficult to obtain replacement parts. The agency anticipates that most of the in room equipment and wiring may be able to be retained and reused, but the master control station for each of the four buildings will need to be replaced. The existing black and white CCTV system is ten years old. The cameras are of a poor quality and are not located to meet current needs. The CCTV system will be replaced by a digital system to allow for enhanced monitoring and greater flexibility.	
<u>Budget After Action Proposed</u>	
<u>Source</u>	<u>Amount</u>
Other, Capital Improvement and Maintenance Fund	7,500.00
Total Funds	7,500.00

Ref: Supporting document pages 23-27

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<u>Item. 6.</u>	<u>Agency:</u> J12 Department of Mental Health	<u>Project:</u> 9736, Harris Hospital HVAC and Fire Sprinkler Renovations	<u>CHE Approval Date:</u> <u>Committee Review Date:</u> <u>B&C Board Approval Date:</u>	N/A
	<u>Action Proposed:</u> Establish Project for A&E Design			
	<u>Total budget:</u>		<u>Budget After Action Proposed</u>	
	[9] Other, Capital Improvement & Maintenance Fund	\$120,000.00	<u>Source</u>	<u>Amount</u>
		\$120,000.00	Other, Capital Improvement and Maintenance Fund	120,000.00
	<u>Purpose:</u>	To begin design work to renovate the heating, ventilation and air conditioning (HVAC) system as well as the fire sprinkler system at Harris Hospital in Richland County. Harris Hospital is the Department of Mental Health's 131 bed regional acute care inpatient facility which serves a 13 county region. Harris Hospital is 29 years old and the systems are original to the building. The HVAC system is aging and requires increasingly frequent maintenance. The system will be replaced by a new, energy efficient system. The fire sprinkler system is experiencing leaks and is becoming difficult to repair. These renovations are needed to ensure the buildings are maintained appropriately and to guarantee a satisfactory environment of care for staff, patients, and their families.	Total Funds	120,000.00
	<u>Ref:</u>	Supporting document pages 28-32		
<u>Item. 7.</u>	<u>Agency:</u> J12 Department of Mental Health	<u>Project:</u> 9737, State Veterans Nursing Home Construction	<u>CHE Approval Date:</u> <u>Committee Review Date:</u> <u>B&C Board Approval Date:</u>	N/A
	<u>Action Proposed:</u> Establish Project for A&E Design			
	<u>Total budget:</u>		<u>Budget After Action Proposed</u>	
	[9] Other, Capital Improvement & Maintenance Fund	\$500,000.00	<u>Source</u>	<u>Amount</u>
		\$500,000.00	Other, Capital Improvement and Maintenance Fund	500,000.00
	<u>Purpose:</u>	To begin design work to construct a 220 bed veterans nursing home on the campus of the Tucker Nursing Care Center in Richland County. The new facility will be all private rooms and include all support functions required for a complete operation. The construction will include kitchen and dining facilities, treatment and therapy spaces, and a facility for mechanical and electrical equipment. The FY 2014-15 General Appropriations Bill, per Proviso 35.13, directed the Department of Mental Health, in conjunction with the Governor's Office Division of Veterans Affairs, to conduct a feasibility study to determine whether there is a need for additional veterans nursing homes in the state. The study has revealed a need for additional beds specifically for veterans.	Total Funds	500,000.00
	<u>Ref:</u>	Supporting document pages 33-38		

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Item. 8.	Agency: P28, Department of Parks, Recreation and Tourism	Project: 9749, Hickory Knob State Park Paving	CHE Approval Date: N/A Committee Review Date: B&C Board Approval Date:
Action			
Proposed: Establish Project for A&E Design			
Total budget: \$7,500.00			
[9] Other, Park Revenue: \$7,500.00			
Purpose: To begin design work to repair and repave four miles of cart paths, parking areas and two tennis courts at Hickory Knob State Park in McCormick County. The park is used by approximately 323,000 visitors annually. The cart paths stretch throughout the park's golf course. The parking areas to be repaved are adjacent to the golf and tennis facilities. The existing pavement is approximately 24 years old and is in need of repair. PRT has received a grant from the National Park Service Land and Water Conservation Fund to address the deferred maintenance needs of this park which will cover a portion of the cost of this project.			
Ref: Supporting document pages 39-43			

Item. 9.	Agency: H12 Clemson University	Project: 9915, West Campus Energy Plant Construction	CHE Approval Date: 11/6/2014 Committee Review Date: B&C Board Approval Date:
Action			
Proposed: Establish Construction Budget for \$10,465,000.00			
(Add \$10,308,025.00 [9] Other, Maintenance and Stewardship Funds)			
Purpose: To establish for construction the West Campus Energy Plant Construction project at Clemson. The project was established for pre-design in February 2014, which is now complete. The project will involve the construction of a new district energy plant on Clemson's West Campus that will add approximately 3,000 refrigeration tons to the University's current plant capacity of 11,000 refrigeration tons. The facility will primarily be a chilled water facility with underground utility piping including high efficiency electric centrifugal chillers, evaporative cooling tower additions, energy optimized controls, and variable speed electric centrifugal pumps. The new energy facility will be located near Littlejohn Coliseum. The project will add plant capacity for planned future growth on the west sector of campus and will mitigate risks associated with outages due to an aging central utility infrastructure. The new energy plant will also provide supplemental capacity for central campus growth estimated at more than 450,000 square feet, including essential facilities such as the Core Campus Housing Development, the Watt Innovation Center, and the Freeman Hall Addition, as well as new athletic facilities. Campus growth and HVAC upgrades as planned will exceed available central district cooling system production and distribution capabilities by 2016. The agency reports total projected cost of this project is \$10,465,000 and additional annual operating costs of \$174,000 are anticipated in association with this project. The agency also reports the projected date for execution of the construction contract is April 2015 and the projected date for completion of construction is November 2016.			
Ref: Supporting document pages 44-50			

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Item. 10.	Agency: H27 University of South Carolina	Project: 6108, South Tower Bathroom Renovation	CHE Approval Date: 11/6/2014 Committee Review Date: B&C Board Approval Date:	
	<u>Action Proposed:</u> Establish Construction Budget for \$3,800,000.00			
	(Add \$3,752,000.00 [9] Other, Housing Maintenance Reserve)		<u>Budget After Action Proposed</u>	
	<u>Purpose:</u> To establish for construction a project to renovate the South Tower bathrooms at the University of South Carolina. The project was approved for pre-design in August 2014, which is now complete. The work will cover 5,820 square feet and will include renovating South Tower's 17 common student bathrooms, constructing 17 single occupant accessible bathrooms within a portion of the existing living room on each floor and renovating common restrooms on the lower level. Piping, exhaust, and ventilation systems will be replaced and hazardous materials will be abated. Waterproofing will be installed at the floors and walls, and original shower, wall, and flooring tile finishes will be replaced. Other finishes including lighting, toilet partitions, and mirrors will also be replaced. The building was built in 1965 and the plumbing systems are original to the building. Numerous leaks have developed and have been repeatedly patched over the years. Continual flooding from leaks will damage the building and expose students to hazardous materials should wall or ceiling finishes continue to deteriorate. The agency reports total projected cost of this project is \$3,800,000, and no additional annual operating costs or savings are anticipated in association with this project. The projected date for execution of the construction contact is April 2015 with completion of construction in July 2015.	<u>Source</u> Other, Housing Maintenance Reserve Total Funds	<u>Amount</u> 3,800,000.00 3,800,000.00	
	<u>Ref:</u> Supporting document pages 51-57			
Item. 11.	Agency: H73 Vocational Rehabilitation Department	Project: 9604, Evaluation Center Reroofing	CHE Approval Date: N/A Committee Review Date: B&C Board Approval Date:	
	<u>Action Proposed:</u> Establish Construction Budget for \$426,400.00		<u>Budget After Action Proposed</u>	
	(Add \$100,000.00 [5] Capital Reserve Fund) (Add \$315,400.00 [7] Federal)		<u>Source</u> Capital Reserve Fund Federal Total Funds	<u>Amount</u> 100,000.00 326,400.00 426,400.00
	<u>Purpose:</u> To increase for construction a project to replace the roof on the Evaluation Center Building, located in Lexington County. The project was established for pre-design in October 2014, which is now complete. The Evaluation Center houses 48 staff and serves up to 50 clients at a time. The 21,200 square foot coal tar pitch roof is 27 years old and is experiencing increasingly frequent leaks which are not economically feasible to repair. The work will include adding insulation, the installation of a two-ply smooth granular surfaced modified bitumen roofing system with associated flashings and metal work. The new roof will have a 20 year warranty. The total projected cost of this project is \$426,400 and no additional operating costs or savings are anticipated in association with this project. The projected date for execution of the construction contract is March 2015 with completion of construction in June 2015.			
	<u>Ref:</u> Supporting document pages 58-65			

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Item. 12. Agency: H73 Vocational Rehabilitation Department **Project:** 9605, Gaffney VR Center Reroofing

CHE Approval Date: N/A
 Committee Review Date:
 B&C Board Approval Date:

Action Proposed: Establish Construction Budget for \$404,000.00

(Add \$100,000.00 [5] Capital Reserve Fund)
 (Add \$293,000.00 [7] Federal)

Budget After Action Proposed

Source	Amount
Capital Reserve Fund	100,000.00
Federal	304,000.00
Total Funds	404,000.00

Purpose: To increase for construction a project to replace the roof on the Gaffney Vocational Rehabilitation Center. The project was established for pre-design in October 2014, which is now complete. The Gaffney Vocational Rehabilitation Center houses 30 staff and serves up to 40 clients at a time. The 20,000 square foot existing roof is 21 years old and is experiencing increasingly frequent leaks which are not economically feasible to repair. The work will include adding insulation, the installation of a two-ply smooth granular surfaced modified bitumen roofing system with associated flashings and metal work. The new roof will have a 20 year warranty. The total projected cost of this project is \$404,000 and no additional operating costs or savings are anticipated in association with this project. The projected date for execution of the construction contract is March 2015 with completion of construction in June 2015.

Ref: Supporting document pages 66-73

Item. 13. Agency: J12 Department of Mental Health **Project:** 9731, Tucker Center Long Term Care Facility Pavement Repairs

CHE Approval Date: N/A
 Committee Review Date:
 B&C Board Approval Date:

Action Proposed: Establish Construction Budget for \$620,000.00

(Add \$612,500.00 [9] Other, Capital Improvement and Maintenance Fund)

Budget After Action Proposed

Source	Amount
Other, Capital Improvement and Maintenance Fund	620,000.00
Total Funds	620,000.00

Purpose: To increase for construction a project to repair the asphalt around the Tucker Long Term Care Facility located in Richland County. The project was approved for pre-design in August 2014, which is now complete. The Tucker Long Term Care Facility is a 50 acre campus made up of Stone Pavilion, which is 43 years old, and the Roddey Pavilion, which is 31 years old. The facility serves approximately 246 clients at a time and houses up to 400 staff. The asphalt surfaces are original to the structures. Much of the asphalt roadway leading into the facility and on the roads between buildings has failed, causing safety issues. The resulting pot holes are in need of constant repair, and have had numerous temporary patches applied. During pre-design it was determined that much of the pavement will need to be completely repaved due to its condition. Some landscaping work will also be performed surrounding the areas to be repaved. The total projected cost of this project is \$620,000 and no additional operating costs or savings are anticipated in association with this project. The projected date for execution of the construction contract is May 2015 with completion of construction by December 2015.

Ref: Supporting document pages 74-82

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Item. 14. Agency: N04 Department of Corrections **Project:** 9715, Lee CI - Thermal Surveillance System
Committee Review Date: N/A
B&C Board Approval Date:

Action Proposed: Establish Construction Budget for \$750,000.00

(Add \$738,000.00 [6] Appropriated State - FY2014 Carry Forward)

Purpose: To increase for construction a project to install a perimeter surveillance system at the Lee Correctional Institution in Lee County. The project was approved for pre-design in February 2014, which is now complete. The work will include the installation of a thermal security camera surveillance system for the perimeter of the facility. Perimeter security both keeps inmates from leaving the property and prevents contraband from entering the institution via the perimeter fence. This system will complement the existing security system by providing high quality imagery at night and in challenging weather conditions. The Department of Corrections will use in-house inmate work forces for installation of the surveillance system. The total projected cost of this project is \$750,000 and no additional operating costs or savings are anticipated in association with this project. As an in-house workforce will be used a construction contract will not be issued. The projected date for execution of the completion of construction is May 2016.

Ref: Supporting document pages 83-89

Item. 15. Agency: H21 Lander University **Project:** 9534, Pedestrian Plaza and Vehicular Access Enhancement

Committee Review Date: 11/6/2014
B&C Board Approval Date:

Action Proposed: Revise Scope and Increase Budget from \$2,700,000.00 to \$4,149,266.00

(Add \$949,266.00 [9] Other, Renovation Reserve)
 (Add \$500,000.00 [9] Other, Food Service Reserve)

Purpose: To increase the construction budget for the Pedestrian Plaza and Vehicular Access Enhancement project at Lander University. The project was established for pre-design in October 2012 and increased for construction in October 2013. After the project was advertised, all bids exceeded the established construction budget, causing the University to refuse all bids. Coordinating efforts with the Office of State Engineer (OSE) and utilizing the approved budget, the project was divided into two phases and placed out for bid again. Phase one will consist of work to the vehicular access which will be executed during the academic school year, and phase two will consist of work to the pedestrian plaza which will be executed during the summer months of 2015. Bids once again exceeded the approved budget. Factors contributing to the budget increase include the additional A&E services needed to create two separate bid packages, additional inspection services, extended project timelines, and the resulting increase in the contractor's general conditions. Other factors contributing to the project cost increase are the overall rise in construction costs, the inclusion of improved student outdoor seating, and special provisions to accommodate emergency vehicle access during the construction period. The agency reports the total projected cost of this project is \$4,149,266, and no additional annual operating costs are anticipated in association with the project. The projected date for execution of the construction contact is April 2015, while the projected date for completion of construction is July 2015.

Ref: Supporting document pages 90-97

CHE Approval Date: N/A
Committee Review Date:
B&C Board Approval Date:

Budget After Action Proposed

<u>Source</u>	<u>Amount</u>
Appropriated State – FY2014 Carry Forward	750,000.00
Total Funds	750,000.00

Budget After Action Proposed

<u>Source</u>	<u>Amount</u>
Other, Renovation Reserve	3,534,266.00
Other, Food Service Reserve	615,000.00
Total Funds	4,149,266.00

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Item. 16. Agency: H17 Coastal Carolina University Project: 9605, University Place Acquisition

CHE Approval Date: 11/6/2014
Committee Review Date:
B&C Board Approval Date:

Action Proposed: Final Land Acquisition			Budget After Action Proposed	
			Source	Amount
(Add	\$106,500,000.00	[3] Revenue Bonds)	Revenue Bonds	106,500,000.00
(Add	\$ 128,500.00	[9] Other, Renovation Reserve/Plant Expansion)	Other, Renovation Reserve/ Plant Expansion	208,500.00
Purpose:			Total Funds	106,708,500.00

To acquire the University Place property at Coastal Carolina University. University Place consists of 54.338 acres located half a mile from the main campus that includes 573 apartments with 2,079 beds and 11 activity/pool house/support/storage spaces. Currently, the University has a lease purchase arrangement for this facility with the Coastal Housing Foundation. The University pays 1.3 times debt service through 2042 with a \$1 purchase option which can be exercised in 2042. The University will cancel the current lease and release the outstanding JEDA bonds issued by the housing foundation. The debt service will be supported by the current operations of University Place. The overall savings to the University on the lease arrangement will be \$73M through 2042. Savings on debt service are estimated to be approximately \$23M due to the University's higher bond rating. These estimates are based on market data from August 2014. The final purchase price will be the amount required to defease the 2005 and 2009 bonds issued by the Coastal Carolina Student Housing Foundation. The \$106M max bond issue is a worst case scenario. By lowering the amount required to be paid through the lease, the University can utilize the housing revenue funds not paid as lease payments for renovations. The agency reports the total projected cost of this project is \$106,708,500, and no additional annual operating costs are anticipated in association with this project. The agency reports the estimated date to complete the land acquisition is February 2015.

Ref: Supporting document pages 98-107

Item. 17. Agency: H59 State Board for Technical and Comprehensive Education Project: 6058, Midlands Airport Acquisition

CHE Approval Date: 11/6/2014
Committee Review Date:
B&C Board Approval Date:

Action Proposed: Final Land Acquisition			Budget After Action Proposed	
			Source	Amount
(Add	\$366,000.00	[9] Other, Local County Funds)	Other, Local County Funds	386,000.00
Purpose:			Total Funds	386,000.00

To acquire approximately 7.19 acres of land adjacent to Midlands Technical College's Airport Campus in Lexington County. The project was approved for preliminary studies in October 2012, which are now complete. The purchase of this property will allow for expanded student parking to accommodate increasing student enrollment. The total projected cost of this project is \$386,000. No additional annual operating costs or savings are anticipated as a result of this acquisition. The agency reports the estimated date to complete the land acquisition is December 2014.

Ref: Supporting document pages 108-119

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<u>Item.</u> 18.	<u>Agency:</u> P12 Forestry Commission	Project: 9598, Ruffield Tract Project	CHE Approval Date: Committee Review Date: B&C Board Approval Date:		N/A
<u>Action</u> <u>Proposed:</u>		Final Land Acquisition	Budget After Action Proposed		
(Add	\$288,395	[7] Federal, Dept. of Defense Readiness and Environmental Protection)	<u>Source</u>	<u>Amount</u>	
(Add	\$43,292	[9] Other, Sale of Property Funds)	Federal, Dept. of Defense	288,395.00	
(Add	\$108,228	[9] Other, Conservation Fund Donation)	Other, Sale of Property Funds	63,292.00	
			Other, Conservation Fund Donation	108,228.00	
<u>Purpose:</u>	To acquire the Ruffield Tract, located in Sumter County. The project was approved for preliminary studies in August 2014, which are now complete. The South Carolina Forestry Commission is purchasing approximately 217 acres of forestland near Wedgefield in Sumter County that is adjacent to the Manchester State Forest. The tract is stocked with five year old pines, making it productive forest land which is a good fit with the management objectives of the State Forest System. The agency plans to add this property to the Wildlife Management Program at the Manchester State Forest, making it available to the public for hunting and other forms of recreation. The tract is under multiple flight paths between Shaw Air Force base and Poinsett Electronic Combat range, and adding this property to the State Forest would help preserve the area surrounding these flight paths for public use. A partnership through the Conservation Fund with the Department of Defense would allow the Forestry Commission to purchase the tract with only a small portion of the purchase price being paid with Forestry Commission funds. The agency reports the estimated date to complete the land acquisition is January 2015.				
<u>Ref:</u>	Supporting document pages 120-128				

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<u>Item.</u> 19. <u>Agency:</u>	P24 Department of Natural Resources	Project: 9944, Richland - Cooks Mountain and Goodwill Plantation Heritage Preserve Land Donation	CHE Approval Date: Committee Review Date: B&C Board Approval Date:	N/A
<u>Action Proposed:</u>	Final Land Acquisition		Budget After Action Proposed	
(Add	\$15,000.00	[9] Other, Heritage Land Trust)	<u>Source</u>	<u>Amount</u>
			Other, Heritage Land Trust	35,000.00
<u>Purpose:</u>	To acquire by donation approximately 3,691 acres of land in Richland County. As this is a donation, the project was approved for preliminary studies at a staff level in October 2014, which are now complete. The property will be donated by Romarco Minerals, Inc. The property is one of several tracts that are part of the mitigation package required under the Federal Clean Water Act in association with the reopening of the Haile Gold Mine in Lancaster. These properties contain high bluffs, deep swamps, blackwater creeks, historic graves, ancient rice fields, and mixed forests of hardwoods and pines. Cooks Mountain is one of the highest points in Richland County, rising 374 feet above sea level. Goodwill Plantation functioned as a 1700s-era rice plantation. Both tracts contain extensive frontage along the Wateree River and provide for numerous wildlife species, including deer, turkey, migratory birds, and waterfowl. Following conveyance to the Agency, the property will be dedicated as a South Carolina Heritage Preserve and placed in the corpus of the Heritage Trust. It will open to the public for outdoor recreational opportunities and will be part of DNR's Wildlife Management Area Program. An endowment of \$4.5 million provided by the donor will be used to help manage these properties as well as the Forty Acre Rock Heritage Preserve property. The total projected cost of this project is \$35,000. This is higher than the amount typically needed for a donation as DNR needed to procure outside legal services due to the scope of this project. The agency reports the estimated date to complete the land acquisition is June 2015.			35,000.00

Ref: Supporting document pages 129-143

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Item. 20. Agency:	P24 Department of Natural Resources	Project: 9943, Lancaster - Forty Acre Rock Heritage Preserve Land Donation	CHE Approval Date: Committee Review Date: B&C Board Approval Date:	N/A
<u>Action</u>				
<u>Proposed:</u> Final Land Acquisition				
(Add	\$15,000.00	[9] Other, Heritage Land Trust)	<u>Source</u>	<u>Amount</u>
<u>Purpose:</u>		Budget After Action Proposed		
		Other, Heritage Land Trust		
		Total Funds		
		35,000.00		
		35,000.00		

To acquire by donation approximately 689 acres of land in Lancaster County. As this is a donation, the project was approved for preliminary studies at a staff level in October 2014, which are now complete. The property will be donated by Romarco Minerals, Inc. The property is one of several tracts that are part of the mitigation package required under the Federal Clean Water Act in association with the reopening of the Haile Gold Mine in Lancaster. The property contains uplands and wetland areas, hardwood and pine forests, and granite outcrops. It includes 8,500 linear feet along Flat Creek, which has been designated by the US Fish and Wildlife Service as a critical habitat for the Carolina heelsplitter, an endangered mussel. Following conveyance to the Agency, the property will be dedicated as a South Carolina Heritage Preserve and placed in the Heritage Trust. It will open to the public for outdoor recreational opportunities and will be part of DNR's Wildlife Management Area Program. An endowment of \$4.5 million provided by the donor will be used to help manage this property as well as the Cooks Mountain and Goodwill Heritage Preserve properties. The total projected cost of this project is \$35,000. This is higher than the amount typically needed for a donation as DNR needed to procure outside legal services due to the scope of this project. The agency reports the estimated date to complete the land acquisition is June 2015.

Ref: Supporting document pages 144-153

JOINT BOND REVIEW COMMITTEE
Meeting of December 3, 2014

Item Number 6

AGENCY: Joint Bond Review Committee

PROJECT/SUBJECT: Future Meeting Schedule

January 2015							February 2015							March 2015						
Su	Mo	Tu	We	Th	Fr	Sa	Su	Mo	Tu	We	Th	Fr	Sa	Su	Mo	Tu	We	Th	Fr	Sa
				1	2	3	1	2	3	4	5	6	7	1	2	3	4	5	6	7
4	5	6	7	8	9	10	8	9	10	11	12	13	14	8	9	10	11	12	13	14
11	12	13	14	15	16	17	15	16	17	18	19	20	21	15	16	17	18	19	20	21
18	19	20	21	22	23	24	22	23	24	25	26	27	28	22	23	24	25	26	27	28
25	26	27	28	29	30	31								29	30	31				

April 2015							May 2015							June 2015						
Su	Mo	Tu	We	Th	Fr	Sa	Su	Mo	Tu	We	Th	Fr	Sa	Su	Mo	Tu	We	Th	Fr	Sa
			1	2	3	4						1	2		1	2	3	4	5	6
5	6	7	8	9	10	11	3	4	5	6	7	8	9	7	8	9	10	11	12	13
12	13	14	15	16	17	18	10	11	12	13	14	15	16	14	15	16	17	18	19	20
19	20	21	22	23	24	25	17	18	19	20	21	22	23	21	22	23	24	25	26	27
26	27	28	29	30			24	25	26	27	28	29	30	28	29	30				
							31													

July 2015							August 2015							September 2015						
Su	Mo	Tu	We	Th	Fr	Sa	Su	Mo	Tu	We	Th	Fr	Sa	Su	Mo	Tu	We	Th	Fr	Sa
			1	2	3	4							1			1	2	3	4	5
5	6	7	8	9	10	11	2	3	4	5	6	7	8	6	7	8	9	10	11	12
12	13	14	15	16	17	18	9	10	11	12	13	14	15	13	14	15	16	17	18	19
19	20	21	22	23	24	25	16	17	18	19	20	21	22	20	21	22	23	24	25	26
26	27	28	29	30	31		23	24	25	26	27	28	29	27	28	29	30			
							30	31												

October 2015							November 2015							December 2015						
Su	Mo	Tu	We	Th	Fr	Sa	Su	Mo	Tu	We	Th	Fr	Sa	Su	Mo	Tu	We	Th	Fr	Sa
				1	2	3	1	2	3	4	5	6	7			1	2	3	4	5
4	5	6	7	8	9	10	8	9	10	11	12	13	14	6	7	8	9	10	11	12
11	12	13	14	15	16	17	15	16	17	18	19	20	21	13	14	15	16	17	18	19
18	19	20	21	22	23	24	22	23	24	25	26	27	28	20	21	22	23	24	25	26
25	26	27	28	29	30	31	29	30						27	28	29	30	31		

Next tentatively-scheduled meeting of the Budget & Control Board is January 27, 2014.

COMMITTEE ACTION:
Schedule next meeting.

ATTACHMENTS:
None