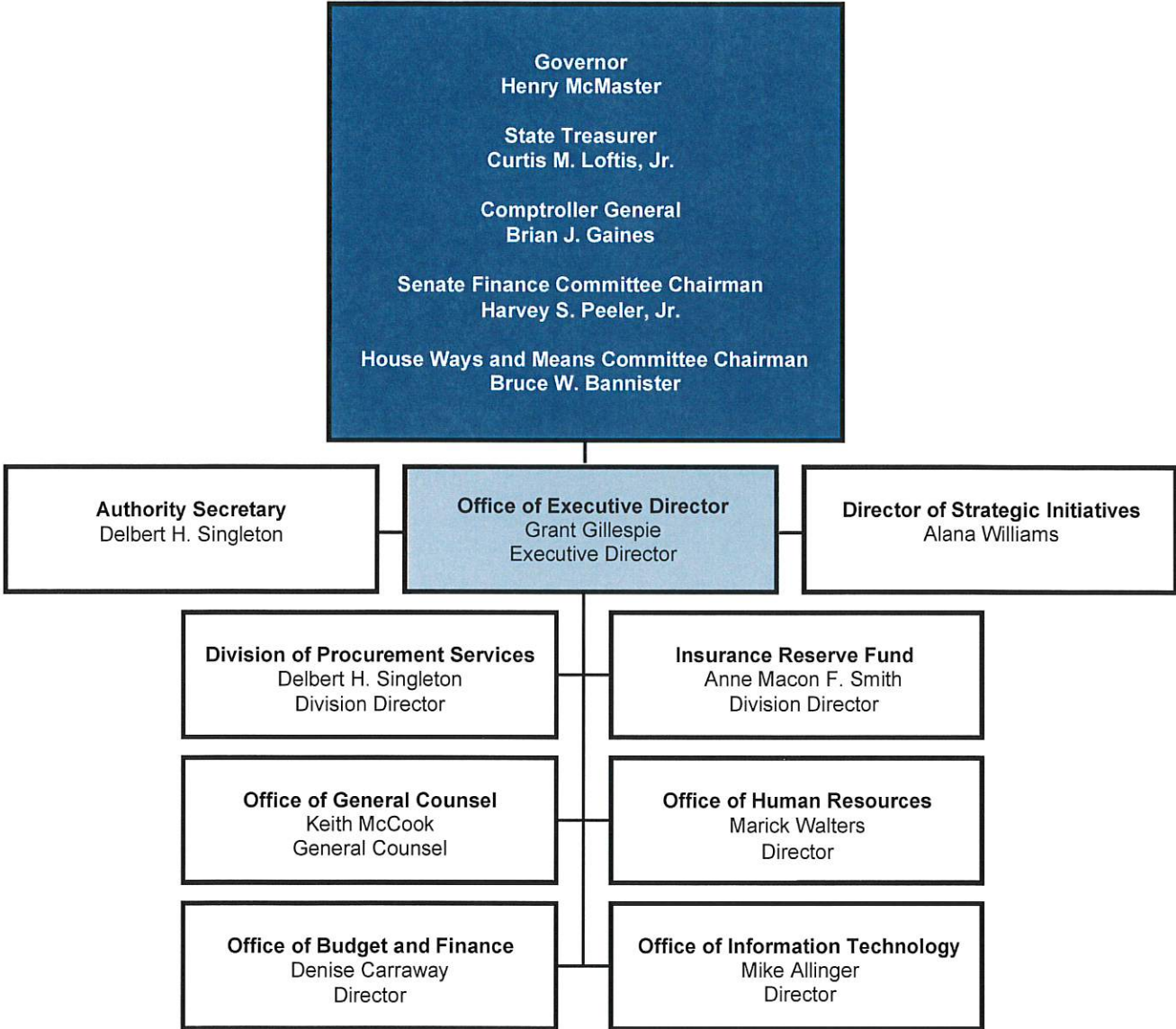


**State Fiscal Accountability Authority**  
**FY2024-25 Budget Request**  
**Key Officials**

<b><u>Name</u></b>	<b><u>Position Title</u></b>	<b><u>Email</u></b>	<b><u>Phone</u></b>
Grant Gillespie	Executive Director	<a href="mailto:ggillespie@sfaa.sc.gov">ggillespie@sfaa.sc.gov</a>	734-9414
Denise Carraway	Office of Budget and Finance	<a href="mailto:denise.carraway@sfaa.sc.gov">denise.carraway@sfaa.sc.gov</a>	737-3019



# STATE FISCAL ACCOUNTABILITY AUTHORITY





HENRY MCMASTER, CHAIR  
GOVERNOR  
CURTIS M. LOFTIS, JR.  
STATE TREASURER  
BRIAN J. GAINES  
COMPTROLLER GENERAL



BUDGET & FINANCE  
DENISE M. CARRAWAY, CPA  
DIRECTOR  
(803) 737-0500  
1201 MAIN STREET, SUITE 430  
COLUMBIA, SC 29201

HARVEY S. PEELER, JR.  
CHAIRMAN, SENATE FINANCE COMMITTEE  
BRUCE W. BANNISTER  
CHAIRMAN, HOUSE WAYS AND MEANS COMMITTEE  
GRANT GILLESPIE  
EXECUTIVE DIRECTOR

January 8, 2024

**Agency Overview:**

- The State Fiscal Accountability Authority (SFAA or the Agency) is governed by a five-member board (the Authority), consisting of: The Governor, the Treasurer, the Comptroller General, the Chairman of the Senate Finance, and the Chairman of the House Ways and Means, all of whom serve ex-officio.
- SFAA is in its ninth year of operations and is comprised of three major divisions: Insurance Services (Insurance Reserve Fund and Second Injury Fund-Sunset); Division of Procurement Services (DPS) and Administration.
- The administrative and operational functions of SFAA are led by Executive Director Grant Gillespie.
- SFAA provides administrative support to the Authority, the Agency Head Salary Commission, and the South Carolina Opioid Recovery Fund Board (SCORF Board)
- SFAA provides financial support to the Department of Administration to support the state's information technology planning program (Proviso 104.6-FY2024).

**Mission:**

The mission and purpose of the State Fiscal Accountability Authority is to provide fiscal oversight for the State of South Carolina and to meet the needs of the public sector by delivering quality, cost-effective insurance, procurement, and engineering services.

**Budget Request Summary:**

The State Fiscal Accountability Authority (SFAA) is requesting a non-recurring increase to State Appropriated funds (General Fund) for the purpose of supporting the Agency Head Salary Commission on a performance management process study.

**Proviso Requests:**

The State Fiscal Accountability Authority did not request any changes to provisos for FY2024-2025.



FY 24-25 Budget Priorities Summary

Agency Name:

Budget Priorities		Funding					FTEs					
Priority No.	Priority Type (recurring/ non-recurring /other funds adjustment/ federal funds adjustment)	Priority Title	Priority Description	Recurring	Non - Recurring	Other	Federal	Total	State	Other	Federal	Total
1	non-recurring	AHSC-additional assignment	Reimburse agency for additional costs for the Agency Head Salary Commission to study the performance management process conducted in FY2024.		130,000			130,000				





Constitutional Subcommittee Proviso Request Summary FY 2024-25 State Fiscal Accountability Authority				
Proviso # in FY 23-24 Act	Renumbered FY 24-25 Proviso #	Proviso Title	Short Summary	Agency Recommended Action (keep, change, delete, add)
104.2	104.1	SFAA: Public Procurement Unit	Authorizes private, non-profit corporations that provide free medical care to participate as a local public procurement unit in the Minnesota Multi State Contracting Alliance for Pharmacy (MIMCAP) cooperative purchase.	Keep
104.3	104.2	SFAA: Insurance Coverage for Aging Entities Authorized	Authorizes the IRF to offer insurance coverage to an aging entity and its employees serving clients countywide which previously obtained its tort liability insurance coverage from the IRF.	Keep
104.4	104.3	SFAA: IRF Report	Directs the SFAA to prepare a report on the prior fiscal year utilization of the IRF. Report shall include for each transaction the amount, recipient of the funds, date of the transfer or payment, and the action or reason that necessitated the transfer. Report should be submitted to the President Pro Temp, Speaker of House, SFC Chair and WMC Chair.	Keep
104.5	104.4	SFAA: Second Injury Fund Closure Plan	Authorizes the SFAA to take all necessary actions to implement and administer the closure plan for the Second Injury Fund. Directs applicable funds be transferred to the SFAA and used for administrative costs and closing transactions of the SIF.	Keep

Proviso # in FY 23-24 Act	Renumbered FY 24-25 Proviso #	Proviso Title	Short Summary	Agency Recommended Action (keep, change, delete, add)
104.6	104.5	SFAA: IT Planning Transfer	Directs the SFAA to transfer \$400,000 from revenue generated from the contract administration fees on IT contracts to the DOA to support the state's IT planning program.	Keep
104.7	104.6	SFAA: Attorneys	Directs that the IRF shall continue to approve attorneys-at-law retained to defend those it insures.	Keep
104.8	104.7	Compensation - Agency Head Salary	Directs approval requirements of salaries of agency heads and technical college presidents. Requires a compensation study for agency heads, technical college presidents and constitutional officers and provides for the distribution of the costs of the study.	Keep
104.9	104.8	SFAA: Continuation of Authority	Authorizes SFAA to carry forward funds from the current fiscal year.	Keep
104.10	104.9	SFAA: Revenue Bonding Authority Study	Authorizes SFAA to undertake a one-time study of revenue bonding authority by quasi-state agencies.	Keep
35.7	35.7	DMH: Lease Payments to SFAA for SVP Program	Directs that funds appropriated for the lease payments to SFAA for the SVP program are exempt from across-the-board base reductions and be used at the facility that houses Sexually Violent Predator Program.	Keep
59.9	59.9	AG: Public Official Attorney Fees	Requires the IRF to pay up to \$50,000 of opposing attorney's fees and court costs when the Attorney General defends a public official.	

Proviso # in FY 23-24 Act	Renumbered FY 24-25 Proviso #	Proviso Title	Short Summary	Agency Recommended Action (keep, change, delete, add)
100.21	100.21	ADJ: Facility Insurance Coverage	Authorizes the Ad. General to work with IRF to make sure state-owned/leased properties are insured. Directs consideration be given to facilities eligible for federal and state cost-sharing.	
117.41	117.41	GP: Sole Source Procurements	Directs the SFAA to evaluate and determine whether the written determinations, explanations, and basis for sole source procurements (§11-35-1560) and emergency procurements (§11-35-1570) are legitimate and valid reasons for awarding non-competitive contracts.	Keep
117.53	117.53	GP: FEMA Flexibility	Authorizes any appropriation designated as state share for federally declared disaster and unallocated funds from established state accounts may be used for the purpose of state share for federally declared disasters. Further, authorizes the 5-member SFAA to borrow from any internal accounts to maximize the federal match.	Keep
117.79	117.78	GP: Bank Account Transparency and Accountability	Requires agencies that have composite reservoir bank accounts to prepare a report of all transactions of the account to be submitted to SFAA by Oct. 1st.	Keep

Proviso # in FY 23-24 Act	Renumbered FY 24-25 Proviso #	Proviso Title	Short Summary	Agency Recommended Action (keep, change, delete, add)
117.83	117.82	GP: Civil Conspiracy Defense Costs	Directs the Court to make a final determination of whether or not a government employee was acting within the scope of their official duty when being sued for civil conspiracy based in part upon a personnel or employment action prior to going to trial. If within scope, then employee is immune from suit and the agency may expend funds to defend the claim.	Keep
117.84	117.83	GP: Recovery Audits	Directs the SFAA to contract with one or more firms to conduct recovery audits of payments made by all State agencies to vendors for goods and services to detect, document and recover overpayments and erroneous payments to vendors.	Keep
117.112	117.110	GP: State Engineer	Directs that the State Engineer is an office located within SFAA.	Keep
117.123	117.121	GP: Mobile Device Protection Plan	Directs the State Fiscal Accountability Authority, once policies have been developed by Admin., to establish a statewide contract for protecting state owned mobile devices and ensure the contract is awarded competitively according to the procurement code.	Keep
117.155	117.153	GP: Job Order Contracting Pilot Program	Allows SFAA to pilot test a job order contracting method on behalf of one or more government bodies by entering into job order contracts for construction services when exact time or quantities of jobs are not know at the time of award.	Keep

STATE FISCAL ACCOUNTABILITY AUTHORITY					
SUMMARY OF CARRY FORWARD AND CURRENT CASH BALANCES					
FISCAL YEAR 2023 CARRYFORWARD TO 2024					
				Balance	
Office / Description				Fund	6/30/2023
<b>Insurance Trust Funds</b>					
<i>Insurance Reserve Fund</i>					
*	IRF Trust Fund			4161	618,399,173
*	Insurance Reserve Fund Administration			4144	1,559,944
*	Sale of Assets			3958	20,906
<i>Second Injury Fund</i>					
*	SIF Trust Fund			4260	208,684,546
*	SIF Administration			4799	69,570
*	Sale of Assets			3958	75
<b>Subtotal</b>					<b>828,734,214</b>
<b>Funds Held as Agent for Other Governmental Units or Persons</b>					
Ordinary Sinking Fund				4154	
<b>Subtotal</b>					<b>-</b>
<b>Business Operations Financed by User Charges</b>					
<i>Procurement Services Division</i>					
General Fund				1001	65,694
Operating Revenue-External Grant				3035	-
Special Operating				3417	9,142,707
Sale of Assets				3958	660
<b>Subtotal</b>					<b>9,209,061</b>
<i>SFAA-Administration</i>					
Special Operating				3417	501,274
Sale of Assets				3958	175
<b>Subtotal</b>					<b>501,449</b>
<b>Grand Total</b>					<b>838,444,725</b>
*	Indicates those funds that are subject to Federal repayment.				

