PROVISO

SUBCOMMITTEE RECOMMENDATIONS

HIGHER EDUCATION

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TECHNICAL AND

CULTURAL

SECTION 2 - H66-LOTTERY EXPENDITURE ACCOUNT

2.5 DELETE (FY 10-11 Lottery Funding) Directs expenditure of lottery funds for Fiscal Year 2010-11.

PROVISO SUBCOMMITEE RECOMMENDATION: DELETE proviso. Fiscal Impact: No impact on the General Fund.

2.5. (LEA: FY 2010-11 Lottery Funding) There is appropriated from the Education Lottery Account for the following education purposes and programs and funds for these programs and purposes shall be transferred by the Budget and Control Board as directed below. These appropriations must be used to supplement and not supplant existing funds for education.

The Budget and Control Board is directed to prepare the subsequent Lottery Expenditure Account detail budget to reflect the appropriations of the Education Lottery Account as provided in this section.

All Education Lottery Account revenue shall be carried forward from the prior fiscal year into the current fiscal year including any interest earnings, which shall be used to support the appropriations contained below.

For Fiscal Year 2010-11 certified net lottery proceeds and investment earnings and any other proceeds identified by this provision are appropriated as follows:

(1) Commission on Higher Education—Tuition Assistance
Two-Year Institutions
(2) Commission on Higher EducationLIFE Scholarships as
provided in Chapter 149, Title 59
(3) Commission on Higher Education-HOPE Scholarships as
provided in Section 59-150-370
(4) Commission on Higher EducationPalmetto Fellows
Scholarships as provided in Section 59-104-20\$ 30,277,240;
(5) Commission on Higher Education-Need-Based Grants \$ 11,631,566;
(6) Tuitions Grants Commission - Tuition Grants
(7) Commission on Higher Education National Guard Tuition
Repayment Program as Provided in Section 59-111-75 \$ 1,700,000;
(8) South Carolina State University \$ 2,500,000;
(9) Technology-Public Four-Year Universities, Two-Year
Institutions, and State Technical Colleges
(10) Department of Education - K-5 Reading, Math, Science &
Social Studies Program as provided in Section 59-1-525 \$ 41,891,798;
(11) Department of EducationGrades 6-8 Reading, Math,
Science & Social Studies Program\$ 2,000,000;
(12) Commission on Higher Education–Higher Education
Excellence Enhancement Program\$ 3,000,000; and
(13) School for the Deaf and the BlindTechnology Replacement \$ 200,000.
Fiscal Year 2010-11 funds appropriated to the Commission on Higher Education for

Fiscal Year 2010-11 funds appropriated to the Commission on Higher Education for Tuition Assistance must be distributed to the technical colleges and two year institutions as provided in Section 59-150-360.

Of the funds appropriated to South Carolina State University, \$250,000 may be used for the BRIDGE Program.

The provisions of Section 2-75-30 of the 1976 Code regarding the aggregate amount of funding provided for the Centers of Excellence Matching Endowment are suspended for the current fiscal year.

The Commission on Higher Education is authorized to temporarily transfer funds between appropriated line items in order to ensure the timely receipt of scholarships and tuition assistance. It is the goal of the General Assembly to fund the Tuition Assistance program at such a level to support at least \$996 per student per term for full time students.

Fiscal Year 2010-11 net lottery proceeds and investment earnings in excess of the certified net lottery proceeds and investment earnings for this period are appropriated and must be used to ensure that all LIFE, HOPE, and Palmetto Fellows Scholarships for Fiscal Year 2010-11 are fully funded.

If the lottery revenue received for Fiscal Year 2010-11 is less than the amounts appropriated, the projects and programs receiving appropriations for any such year shall have their appropriations reduced on a pro rata basis, except that a reduction must not be applied to the funding of LIFE, HOPE, and Palmetto Fellows Scholarships.

The Commission on Higher Education is authorized to use up to \$260,000 of the funds appropriated in this provision for LIFE, HOPE, and Palmetto Fellows scholarships to provide the necessary level of program support for the scholarship award process.

For Fiscal Year 2010-11, \$8,400,000 certified from unclaimed prizes shall be appropriated as follows: \$5,722,729 to the Department of Education for K-5 Reading, Math, Science & Social Studies Program as provided in Section 59-1-525 and \$2,677,271 for Technology: Public Four Year Universities, Two Year Institutions, and State Technical Colleges. The allocations of Section 59-150-230(I) of the 1976 Code are suspended for the current fiscal year.

Of any unclaimed prize funds available in excess of the Board of Economic Advisors estimate, the first \$7,618,477 shall be directed to the Commission on Higher Education for LIFE, HOPE, and Palmetto Fellows Scholarships. The next \$100,000 shall be directed to the Department of Alcohol and Other Drug Abuse Services for Prevention/Treatment of Gambling Disorders.

The next \$1,500,000 shall be directed to the Commission on Higher Education for the Partnership Among South Carolina Academic Libraries (PASCAL) Program. The next \$5,470,093 shall be directed for Technology: Public Four Year Universities, Two Year Institutions, and State Technical Colleges. The next \$2,000,000 shall be directed to the State Library for Aid to County Libraries. The next \$1,000,000 shall be directed to the Commission on Higher Education for the Higher Education Excellence Enhancement Program. The next \$4,000,000 shall be directed to the State Board for Technical and Comprehensive Education for the Allied Health Initiative. The next \$1,000,000 shall be directed to the Commission on Higher Education for the Critical Needs Nursing. All additional revenue in excess of the amount certified by the Board of Economic Advisors for unclaimed prizes shall be distributed to the Commission on Higher Education for LIFE, HOPE, and Palmetto Fellows Scholarships.

Notwithstanding the provisions of Section 59-150-355 of the 1976 Code or any other provision of law, the Budget and Control Board may distribute funds from the Education Lottery Account on a monthly basis during the final quarter of the fiscal year.

SECTION 6 - H03-COMMISSION ON HIGHER EDUCATION

6.23 DELETE (Religious Activities) Directs that for FY 10-11 state supported higher education institutions that receive Federal Stimulus Stabilization funds must continue to support, operate, and maintain existing religious programs, instruction, and facilities used for religious activities.

PROVISO SUBCOMMITEE RECOMMENDATION: DELETE proviso. *Stimulus funds will not be available to be awarded in FY 11-12.* Fiscal Impact: No impact on the General Fund.

6.23. (CHE: Religious Activities) For Fiscal Year 2010-11, state supported higher education institutions receiving Federal Stimulus Stabilization funds must continue to support, operate and maintain existing religious programs, instruction, and facilities used for religious activities.

6.24 AMEND (Scholarships Funded From Unclaimed Capital Credits) Allows businesses identified in Section 27-18-30(C) [PROPERTY PRESUMED ABANDONED; DEMAND FOR PAYMENT NOT REQUIRED] who have used unclaimed capital credits to contribute to a scholarship program at a higher education institution for the last five consecutive years to continue to fund scholarships awarded prior to August 31, 2010. Directs that these funds are exempt from the provisions of Section 27-18-30(C) if the reporting requirements of Section 27-18-180 [REPORT OF UNCLAIMED PROPERTY; NOTICE TO APPARENT OWNER] are met.

PROVISO SUBCOMMITEE RECOMMENDATION: AMEND proviso to change August 31, "2010" to "2011." Fiscal Impact: BEA states that since these unclaimed capital credits have not previously been deposited with the State Treasurer in the past five years, this provision is not expected to have an impact on General Fund Unclaimed Property revenue.

6.24. (CHE: Scholarships Funded From Unclaimed Capital Credits) For the current fiscal year, businesses identified in Section 27-18-30(C) of the 1976 Code who have contributed to a scholarship program at an institution of higher education in South Carolina from unclaimed capital credits for the last five consecutive years may continue to fund the scholarships for those students who were awarded scholarships prior to August 31, 2010 2011, and such funds are exempt from the provisions of Section 27-18-30(C) provided that the reporting requirements of Section 27-18-180 are met.

6.25 DELETE (In-State Tuition for Military Personnel and Dependents) Directs that members of the U.S. armed services who are stationed in South Carolina and their dependents are eligible for in-state tuition rates and provides guidelines for continued eligibility.
PROVISO SUBCOMMITEE RECOMMENDATION: DELETE proviso. *Codified in Section 259-112-50 [MILITARY PERSONNEL AND THEIR DEPENDENTS]*. Fiscal Impact: No impact on the General Fund.

6.25. (CHE: In-State Tuition for Military Personnel and Dependents) During the period of their assignment to South Carolina, members of the armed services of the United States stationed in South Carolina and their dependents are eligible for in state tuition rates. When these armed service personnel are ordered away from the State, their dependents are eligible for in state tuition rates as long as they remain continuously enrolled at the state institution in which they are enrolled at the time the assignment ends or transfer to an eligible institution during the term or semester, excluding summer terms, immediately following their enrollment at the previous institution. In the event of a transfer, the receiving institution shall verify the decision made by the student's previous institution in order to certify the student's eligibility for in state tuition rates. It is the responsibility of the transferring student to ensure that all documents required to verify both the previous and present residency decisions are provided to the institution. These persons and their dependents are eligible for in state rates after their discharge from the armed services even though they were not enrolled at a state institution at

the time of their discharge, if they have evidenced an intent to establish domicile in South Carolina and if they have resided in South Carolina for a period of at least twelve months immediately preceding their discharge.

6.ri ADD (Release of Information by Campus Police) PROVISO SUBCOMMITEE RECOMMENDATION: ADD new proviso to require a university or college to disclose to the local law enforcement agency that has jurisdiction over the institution's campus when a student has been determined to be an articulable and significant threat to the health or safety of a student or others unless sharing the information will violate the student's rights through the Family Education Rights and Privacy Act. Direct that the university or college shall be immune from suit when they do not report information that did not rise to an articulable and significant threat level. Fiscal Impact: No impact on the General Fund.

6.ri. (CHE: Release of Information by Campus Police) A university or college must disclose to the local law enforcement agency that has jurisdiction over the institution's campus when a student has been determined to present an articulable and significant threat to the health or safety of a student or other individuals unless the sharing of information will be in violation of the student's rights through the Family Education Rights and Privacy Act. The university or college shall be immune from suit when failing to report information that did not rise to the level of an articulable and significant threat.

6.tr ADD (Teaching Requirement for Undergraduate College Professors) **PROVISO SUBCOMMITTEE RECOMMENDATION:** ADD new proviso to require all undergraduate professors at colleges and universities to teach at least 9 credit hours per semester. Fiscal Impact: No impact on the General Fund.

6.tr. (CHE: Teaching Requirement for College Professors) From the funds appropriated and/or authorized for institutions of higher learning, all undergraduate college professors that are employed by an institution of higher learning shall teach at least nine credit hours per semester.

SECTION 17 - H54-MEDICAL UNIVERSITY OF SOUTH CAROLINA

17.3 AMEND (MUSC: Preterm Birth Prevention) Directs MUSC, for FY 10-11, to implement a preterm prevention case management program using a disease management coordination network for the Medicaid fee for service population in the Low Country Perinatal Region. Directs that the purpose of the program is to reduce premature births, neonatal morbidity and mortality, and the attendant costs for neonatal intensive care. Requires the Department of Health and Human Services to provide administrative funding to MUSC for the cost of the program.

PROVISO SUBCOMMITEE RECOMMENDATION: AMEND proviso to change Fiscal Year "2010-11" to "2011-12." Fiscal Impact: No impact on the General Fund.

17.3. (MUSC: Preterm Birth Prevention) For Fiscal Year 2010-11 2011-12, the Medical University of South Carolina shall implement a preterm prevention case management program utilizing a disease management coordination network for the Medicaid fee for service population in the Low Country Perinatal Region. The purpose of the program is to reduce premature births, neonatal morbidity and mortality, and the attendant costs for neonatal

intensive care. The Department of Health and Human Services shall provide administrative funding to the Medical University of South Carolina for the cost of this program.

SECTION 28 - H79-DEPARTMENT OF ARCHIVES & HISTORY

28.dm ADD (Disposal of Materials) **PROVISO SUBCOMMITEE RECOMMENDATION:** ADD new proviso to authorize the department, upon prior commission approval, to sell certain record and non-record materials from its collections in the most advantageous manner and direct that the department shall not be required to sell such items at public auction. Fiscal Impact: No impact on the General Fund. The department states that not selling at public auction would save the amount paid as commissions to auction houses or sites.

28.dm. (AH: Disposal of Materials) For the current fiscal year, the Department of Archives and History, upon prior approval of the commission, may sell certain record and non-record materials from its collections in a manner most advantageous to the department and shall not be required to sell such items at public auction.

SECTION 29 - H87-STATE LIBRARY

29.cp ADD (Consortium Purchasing) **PROVISO SUBCOMMITEE RECOMMENDATION:** ADD new proviso to authorize the State Library to accept funds for consortium purchasing between libraries (public, academic, special) that serve South Carolina residents. Direct that funds received for this purpose be placed in a designated account and be used only to pay for items related to specific consortium purchasing agreements. Authorize these funds to be retained, expended, and carried forward to be used for the same purpose.

29.cp (LIB: Consortium Purchasing) The State Library shall be authorized to accept funds to be used for consortium purchasing between libraries (public, academic, special) that serve South Carolina residents. Funds received by the State Library for consortium purchasing agreements shall be placed in a designated account and shall only be used to pay for items related to specific consortium purchasing agreements. These funds may be retained, expended, and carried forward from the prior fiscal year into the current fiscal year and used for the same purpose.

SECTION 89 - X90-GENERAL PROVISIONS

89.17 AMEND (Allowance for Residences & Compensation Restrictions) Authorizes specific positions to occupy agency owned residences facilities without charge.
PROVISO SUBCOMMITEE RECOMMENDATION: AMEND proviso to authorize resident assistants at the College of Charleston to occupy residences owned by the respective departments without charge. Fiscal Impact: No impact on the General Fund. Requested by College of Charleston.

89.17. (GP: Allowance for Residences & Compensation Restrictions) That salaries paid to officers and employees of the State, including its several boards, commissions, and institutions shall be in full for all services rendered, and no perquisites of office or of employment shall be allowed in addition thereto, but such perquisites, commodities, services or other benefits shall be charged for at the prevailing local value and without the purpose or

effect of increasing the compensation of said officer or employee. The charge for these items may be payroll deducted at the discretion of the Comptroller General or the chief financial officer at each agency maintaining its own payroll system. This shall not apply to the Governor's Mansion, nor for department-owned housing used for recruitment and training of Mental Health Professionals, nor to guards at any of the state's penal institutions and nurses and attendants at the Department of Mental Health, and the Department of Disabilities and Special Needs, and registered nurses providing clinical care at the MUSC Medical Center, nor to the Superintendent and staff of John de la Howe School, nor to the cottage parents and staff of Wil Lou Gray Opportunity School, nor to full-time or part-time staff who work after regular working hours in the SLED Communications Center or Maintenance Area, nor to adult staff at the Governor's School for Science and Mathematics who are required to stay on campus by the institution because of job requirements or program participation. The presidents of those state institutions of higher learning authorized to provide on-campus residential facilities for students may be permitted to occupy residences on the grounds of such institutions without charge.

Any state institution of higher learning may provide a housing allowance to the president in lieu of a residential facility, the amount to be approved by the Budget and Control Board.

That the following may be permitted to occupy residences owned by the respective departments without charge: the Commissioner of the Department of Corrections, the Director of the Department of Mental Health, the Farm Director, Farm Managers, and Specialists employed at the Wateree River Correctional Institution, Walden Correctional Institution, MacDougall Youth Correctional Center, and Givens Youth Correctional Center; the S. C. State Commission of Forestry fire tower operators, forestry aides, and caretaker at central headquarters; the Department of Natural Resources' Game Management Personnel, Fish Hatchery Superintendents, Lake Superintendent, and Fort Johnson Superintendent; the Department of Parks, Recreation and Tourism field personnel in the State Parks Division; Director of Wil Lou Gray Opportunity School; President of the School for the Deaf and the Blind; houseparents for the Commission for the Blind; S.C. Department of Health and Environmental Control personnel at the State Park Health Facility and Camp Burnt Gin; Residence Life Coordinators at Lander University; Residence Life Directors, temporary and transition employees, student interns, and emergency personnel at Winthrop University; Farm Superintendent at Winthrop University; Residence Hall Directors and Resident Assistants at the College of Charleston; Clemson University's Head Football Coach; the Department of Disabilities and Special Needs' physicians and other professionals at Whitten Center, Clemson University Off-Campus Agricultural Staff and Housing Area Coordinators; and University of South Carolina's Manager of Bell Camp Facility, Housing Maintenance Night Supervisors, Residence Life Directors, temporary and transition employees, and emergency medical personnel; TriCounty Technical College's Bridge to Clemson Resident and Area Directors. Except in the case of elected officials, the fair market rental value of any residence furnished to a state employee shall be reported by the state agency furnishing the residence to the Agency Head Salary Commission, and the Division of Budget and Analyses by October first, of each fiscal year.

All salaries paid by departments and institutions shall be in accord with a uniform classification and compensation plan, approved by the Budget and Control Board, applicable to all personnel of the State Government whose compensation is not specifically fixed in this act. Such plan shall include all employees regardless of the source of funds from which payment for personal service is drawn. The Division of Budget and Analyses of the Budget and Control Board is authorized to approve temporary salary adjustments for classified and unclassified employees who perform temporary duties which are limited by time and/or funds. When approved, a temporary salary adjustment shall not be added to an employee's base salary and

shall end when the duties are completed and/or the funds expire. Academic personnel of the institutions of higher learning and other individual or group of positions that cannot practically be covered by the plan may be excluded therefrom but their compensations as approved by the Division of Budget and Analyses shall, nevertheless, be subject to review by the Budget and Control Board. Salary appropriations for employees fixed in this act shall be in full for all services rendered, and no supplements from other sources shall be permitted or approved by the Budget and Control Board. With the exception of travel and subsistence, legislative study committees shall not compensate any person who is otherwise employed as a full-time state employee. Salaries of the heads of all agencies of the State Government shall be specifically fixed in this act and no salary shall be paid any agency head whose salary is not so fixed. Commuter mileage on non-exempt state vehicles shall be considered as income and reported by the Comptroller General in accordance with IRS regulations. As long as there is no impact on appropriated funds, state agencies and institutions shall be allowed to spend public funds and/or other funds for designated employee award programs which shall have written criteria approved by the agency governing board or commission. For purposes of this section, monetary awards, if any, shall not be considered a part of an employee's base salary, a salary supplement, or a perquisite of employment. The names of all employees receiving monetary awards and the amounts received shall be reported annually to the South Carolina Division of Budget and Analyses.

In the case of lodging furnished by certain higher education institutions to employees, the prevailing local rate does not apply if the institution meets the exceptions for inadequate rent described in the current Internal Revenue Code Section 119(d)(2). To meet the exception, rental rates must equal the lesser of five percent of the appraised value of the qualified campus lodging, or the average of the rentals paid by individuals (other than employees or students of the educational institution) during the calendar year for lodging provided by the educational institution which is comparable to the qualified campus lodging during the calendar year. The appraised value shall be determined as of the close of the calendar year in which the taxable year begins, or, in the case of a rental period not greater than one year, at any time during the calendar year in which the period begins.

89.73 AMEND (LightRail) Authorizes and directs the three research universities, Clemson, MUSC, and USC-Columbia to plan, procure, administer, oversee, and manage all functions associated with the S.C. LightRail [HIGH SPEED INTERNET] and directs that they are exempt from the oversight and project management regulations of the B&C Board, Division of State Information Technology. Directs that S.C. LightRail is an academic network for the use of the state's 3 research universities for the exchange of information directly related to their mission and must not carry commercial or K-12 traffic originated in S.C. Directs that for FY 10-11 public or private organizations and entities may be provided access only through formal documented partnerships with one or more of the 3 research universities. Directs that a report be submitted on February 1, 2011 that identifies each entity with access to the network and any payment including without limitation in-kind payment, each organization and entity is making for network access.

PROVISO SUBCOMMITEE RECOMMENDATION: AMEND proviso to change "Fiscal Year 2010-11" and "2011" to "the current fiscal year." Fiscal Impact: No impact on the General Fund.

89.73. (GP: LightRail) Pursuant to this provision the three research universities: Clemson University, the Medical University of South Carolina, and the University of South

Carolina-Columbia, are authorized and directed to plan, procure, administer, oversee, and manage all functions associated with the South Carolina LightRail and are thereby exempt from the oversight and project management regulations of the Budget and Control Board, Division of State Information Technology. South Carolina LightRail is an academic network for the use of the state's three research universities for the exchange of information directly related to their mission and must not carry commercial or K-12 traffic originated in South Carolina. For Fiscal <u>Year 2010-11</u> the current fiscal year, public or private organizations and entities may be provided access only through formal documented partnerships with one or more of the three research universities. On February 1, 2011 of the current fiscal year, the entity managing the network must submit to the Chairman of the House Ways and Means Committee and the Chairman of the Senate Finance Committee a report specifically identifying each entity with access to the network and any payment, including without limitation in-kind payment, that each such organization and entity is making for access to the network.

89.100 DELETE (Winthrop University Owens Hall) Directs that procurements that relate to the reconstruction and/or restoration of Winthrop University properties that were damaged by the Owens Hall fire of March 6, 2010, and related fire suppression efforts, shall be allowed and determined to meet all requirements of sole source and emergency procurement provisions through use of original contractors and vendors as necessary in order to expedite the return of damaged properties to intended uses by August 15,2010, or as reasonably close to that date possible. Directs that all documentation related to this project shall be subject to routine audit measures and compliance.

PROVISO SUBCOMMITEE RECOMMENDATION: DELETE proviso. *All related reconstruction/restoration will be completed during FY 10-11.*

89.100. (GP: Winthrop University Owens Hall) All procurements related to reconstruction/restoration of Winthrop University properties damaged by the Owens Hall fire of March 6, 2010, and related fire suppression efforts, shall be deemed allowed and determined to meet all requirements of sole source and emergency procurement provisions of SC Code of Regulations 19 445 2105 and 19 445 2110, through use of original contractors and vendors as necessary to insure compatibility of equipment, accessories and replacement parts as a paramount consideration in order to expedite the return of damaged properties to intended uses by August 15, 2010, (or as reasonable close thereto as possible), the welfare, continued educational progress, and best interests of Winthrop University students and the State of South Carolina requiring it. Further, by adoption of this proviso, all Permanent Improvement Project documentation related to this work shall be deemed submitted and approved, with the original documentation for the Owens Hall Project incorporated by reference, the welfare, continued educational progress, and best interests of Winthrop University students and the State of South Carolina requiring it. All documentation related to reconstruction/restoration conducted under this proviso shall be subject to routine audit measures and compliance.

89.msg ADD (USC Medical School Greenville Study Committee) **PROVISO SUBCOMMITTEE RECOMMENDATION:** ADD new proviso to create a study committee to assess the fiscal sustainability of the new medical school at USC in Greenville. Direct that the committee be composed of 7 members: 3 appointed by the President Pro Tempore of the Senate, of which 1 must be a member of the Senate Finance Committee and 1 must be a member of the Senate Education Committee; 3 appointed by the Speaker of the House, of which 1 must be a member of the Ways and Means Committee and 1 must be a member of the House Education Committee; and the Chairman of the Commission on Higher Education. Direct the committee

to review, but not be limited to, the current higher education mission and goals as established in Section 59-103-15 [HIGHER EDUCATION MISSION AND GOALS]. Direct the committee to take institutional missions and academic programs and planning; funding and institutional cost; buildings and facilities; and organization and plan implementation into consideration. Direct that a report be provided to the General Assembly by January 2, 2012.

89.msg. (GP: USC Medical School Greenville Study Committee) There is created a study committee to assess the fiscal sustainability of the new medical school at the University of South Carolina in Greenville. The committee shall be comprised of seven members: three members appointed by the President Pro Tempore of the Senate, three members appointed by the Speaker of the House of Representatives, and the Chairman of the Commission on Higher Education. Of the Senate appointees, one member must be from the Senate Finance Committee and one member must be from the Senate Education Committee. Of the House appointees, one member must be from the House appointees, one member must be from the House Ways and Means Committee and one member must be from the House Ways and Means Committee and one member must be from the form the current higher education mission and goals as set forth in Section 59-103-15 of the 1976 Code, taking into consideration: 1) institutional missions and academic programs and planning; 2) funding and institutional cost; 3) buildings and facilities; and 4) organization and plan implementation. A report shall be provided to the General Assembly by January 2, 2012.

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