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SC BUDGET AND CONTROL BOARD

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COMMITTEE

May 8, 2013

MEMORANDUM

TO: Budget and Control Board Office Directors
FROM: Delbert H. Singleton, Jr.
SUBJECT: Summary of Board Actions at May 8, 2013, Board Meeting

This listing of actions is an unofficial summary of the Board actions taken at the referenced meeting. The minutes of the meeting are presented in a separate, more detailed document, which becomes official when approved by the Board at a subsequent meeting.

1. Adopted the Budget and Control Board agenda as proposed;
2. Approved the minutes of the March 5, 2013, Budget and Control Board meeting;
3. Approved the following notification of the assignment of bond counsel for conduit issues for which Board approval is requested:

CONDUIT ISSUES: (For ratification of Issuer's Counsel only)

Description of Issue	Agency/Institution (Borrower)	Borrower's Counsel	Issuer's Counsel
\$6,550,000 SC JEDA	Langston Charter Middle School	Haynsworth Sinkler Boyd	Howell, Linkous & Nettles
\$37,000,000 SC JEDA	CSRA Senior Living	Haynsworth Sinkler Boyd	Pope Zeigler

4. Approved the following easement in accordance with SC Code of Laws as requested by the Division of General Services:

County Location: York
From: Budget and Control Board
To: Howard Crawford
Consideration: \$1,180
Description/Purpose: To grant a 0.034 acre permanent access easement along the southeastern property line of Kings Mountain State Park to Edge Park Road for the purpose of providing ingress and egress to landlocked property. The easement will address

the issue of legal access to the adjacent landowner's property. Consideration is \$500 plus the York County Assessor's land value.

5. Concurred and acquiesced in granting the following easement in accordance with SC Code of Laws as requested by the Division of General Services:

County Location: Pickens
From: Department of Natural Resources
To: Blue Ridge Electric Cooperative
Consideration: In-kind services and partial release of existing easement
Description/Purpose: To grant a 1.59 acre utility easement for the relocation, construction, operation and maintenance of existing overhead electric lines and facilities along Cleo Chapman Highway (S-39-100) and Roy Jones Road (S-39-143) within the Jocassee Gorges Natural Area. As consideration, Blue Ridge will relinquish 2.81 acres in existing easement area as well as remove an existing utility line at the future location of a DNR equipment shed on Cleo Chapman Highway and provide service to the facility after it is constructed.

6. Approved the following property conveyances as recommended by the Division of General Services:

- (a) **Agency:** **Budget and Control Board (Adjutant General)**
Acreage: 2.03± acres
Location: 301 Memorial Drive in Clover
County: York
Purpose: To transfer a surplus National Guard Armory to a political subdivision pursuant to Joint Resolution R6, H3180.
Price/Transferred To: N/A / Town of Clover
- (b) **Agency:** **Winthrop University**
Acreage: 2± acres and improvements consisting of an office building and 3 former hotel/student housing buildings, collectively known as the Winthrop Lodge
Location: 331 Oakland Avenue, Rock Hill
County: York
Purpose: To dispose of surplus real property.
Appraised Value: \$600,000 as of 6/15/12 *The estimated market value is prior to an allowance for demolition and remediation.
Price/Transferred To: \$96,400 / Rock Hill School District Three
Disposition of Proceeds: To be retained by Winthrop University.

Additional
Information.

On February 23, 2010, the Board approved the sale of the Winthrop Lodge for not less than the appraised value which was \$400,000 after reduction for demolition and remediation. A contract for the sale of the Winthrop Lodge was originally awarded to a developer who submitted the only bid as part of a competitive sealed bid process; however, the developer was ultimately unable to purchase the property. The updated appraised value of \$600,000 after consideration for demolition and remediation is \$96,400. Rock Hill School District Three has made an offer to purchase the property at the adjusted appraised value and the University feels it would be in its best interest to accept this offer as the condition of the buildings is rapidly deteriorating, thus, becoming a liability.

7. In accord with Section 11-35-1210, granted the following procurement certification within parameters described in the audit reports for the following limits (total potential purchase commitment whether single-or multi- year contracts are used) for the following agencies:
 - a. Clemson University (for a period of three years): supplies and services, \$2,000,000* per certification; information technology, \$2,000,000* per commitment; consultant services, \$2,000,000* per commitment; revenue generating management services, \$15,000,000* per commitment; construction contract, \$3,000,000 per commitment; construction contract change order, \$500,000 per change order; architect/engineer contract amendment, \$100,000 per amendment.

*Total potential purchase commitment whether single or multi-term contracts are used.
 - b. Department of Disabilities and Special Needs (for a period of three years): pharmaceutical drugs, \$1,000,000* per commitment; pharmaceutical services, \$1,000,000* per commitment; supplies and services, \$250,000* per commitment; consultant services, \$250,000* per commitment; information technology, \$100,000* per commitment; construction contract award, \$500,000 per commitment; construction contract change order, \$250,000 per change order; architect/engineer contract amendment, \$25,000 per amendment.

*Total potential purchase commitment whether single or multi-term contracts are used.
 - c. Department of Mental Health (for a period of three years): supplies and services, \$250,000* per commitment; consultant/contractual services, 500,000* per commitment; construction services, \$100,000 per commitment; construction contract change order, \$100,000 per change order; architect/engineer contract amendment, \$15,000 per amendment.

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

8. Approved the following proposals to issue revenue bonds:

- a. Issuing Authority: College of Charleston
Amount of Issue: Not Exceeding \$40,000,000 Higher Education Facilities Revenue Bonds, Series 2013A and Academic and Administrative Facilities Revenue Bonds, Series 2013B
Allocation Needed: -0-
Name of Project: College of Charleston
Employment Impact: n/a
Project Description: Not Exceeding \$40,000,000 Higher Education Facilities Revenue Bonds, Series 2013A and Academic and Administrative Facilities Revenue Bonds, Series 2013B (refunding involved)
Note: *private placement, negotiated sale or public sale*
Bond Counsel: Rion D. Foley, McNair Law Firm, P. A.
- b. Issuing Authority: Jobs-Economic Development Authority
Amount of Issue: Not Exceeding \$6,550,000 Economic Development Revenue Bonds (\$5,825,000 refunding involved)
Allocation Needed: -0-
Name of Project: Langston Foundation, Inc. & Langston Charter Middle School, Inc.
Employment Impact: maintain 31 jobs (Foundation and Charter School)
Project Description: acquire, construct, renovate, improve and equip facilities of Charter School and refund a taxable note used to acquire present facilities of the Charter School
Note: *private sale*
Bond Counsel: Kathleen Crum McKinney, Haynsworth Sinkler Boyd, P. A.
- c. Issuing Authority: State Housing Finance and Development Authority
Amount of Issue: Not Exceeding \$5,100,000 Multifamily Rental Housing Revenue Bonds
Allocation Needed: \$5,100,000 (will use carryforward allocation)
Name of Project: Companion at Lee's Crossing Phase II, LP
Employment Impact: 200+
Project Description: 96 units consisting of 12 one-bedroom, 42 two-bedroom, and 42 three-bedroom units.
Bond Counsel: Ray E. Jones, Parker Poe Adams & Bernstein LLP
- d. Issuing Authority: State Housing Finance and Development Authority
Amount of Issue: Not Exceeding \$6,000,000 Multifamily Housing Revenue Bonds
Allocation Needed: -0-
Name of Project: Crescent Landing Apartments project
Employment Impact: n/a
Project Description: to finance the acquisition and rehabilitation of a 175-unit apartment development located in Greenville County
Bond Counsel: Samuel W. Howell, IV, Howell Linkous & Nettles, LLC

9. Provided for the orderly winding down of the affairs of the Second Injury Fund, as required by SC Code §42-7-320, by adopting the proposed closure plan, which provides for: (a) paying the liabilities of the Fund remaining at July 1, 2013; using an accelerated assessment totaling \$60,000,000 each fiscal year for the next five fiscal years; (b) each workers' compensation insurer, employer self-insuring its workers' compensation liabilities, and the State Accident Fund paying its share of the aggregate \$60,000,000 assessment based upon workers' compensation normalized premiums during the preceding calendar year, as is currently done; (c) additional actuarial valuations of the Fund's remaining liabilities based on data as of June 30, 2014, and at such other times as the Director of the Budget and Control Board or designee determines appropriate but not later than bi-annually, so as to determine if any adjustments to the assessment are required and whether other, more expeditious and cost effective options are viable for satisfying remaining liabilities at that time; and (d) administration and oversight of assessments, claims reimbursement and related activity by the Budget and Control Board using appropriate staff, whose salaries, benefits, and operating expenses are paid from the Second Injury Fund. The proposed plan also references the Second Injury Fund positions which include duties associated with the Uninsured Employers' Fund and are transferred July 1, 2013, to the Uninsured Employers' Fund within the State Accident Fund by SC Code Section 42-7-20;
10. Authorized and directed the Board's Executive Director and the Procurement Services Division to develop a request for proposals (RFP) for identity theft protection services, to include identity theft resolution services to the extent resolution services are not otherwise included in protection services. In developing the RFP, the Executive Director and the Procurement Services Division should consider, among other things, the inclusion of terms to provide for:
 - 1) A multi-year contract term, not to exceed five years.
 - 2) A request that offerors provide, to the extent permissible, a process to effectuate the transfer of individuals receiving credit monitoring services under the Department of Revenue's current credit monitoring agreement to an awarded contract for identity theft protection services.
 - 3) A request that offerors provide, to the extent permissible, a process to effectuate the efficient enrollment of participants, which may include a mechanism to enable the Department of Revenue to enroll participants in identity theft protection services rather than requiring participants to engage in all such enrollment activities.

Upon completion of the development of the RFP, the Executive Director shall report to the Board. The RFP will be issued upon approval of the Board and subject to the availability of funds authorized for this purpose. The RFP will be conducted pursuant to the South Carolina Consolidated Procurement Code.

11. Received as information interim recommendations from Deloitte and Touche, LLP, regarding the Statewide Information Security project awarded on March 22, 2013;

12. As requested by Patriots Point Development Authority, considered and approved the proposed Museum Parcel Lease and the Commercial Parcel Option and Lease by Patriots Point Development Authority to The Medal of Honor Museum Foundation;
13. Considered and approved the Patriots Point Development Authority's extension request and authorized the Office of State Treasurer to reimburse the Bond Proceeds Fund by substitution with an alternative source;
14. Approved the request for a housing allowance of \$25,000 for the South Carolina State University President;
15. Because there were no adjustments in employee or employer contribution rates for SCRS for July 1, 2014, from the scheduled rates set out in Section 9-1-1085(A), there was no action required by the Board regarding those rates, and the actuarial valuation for SCRS as of July 1, 2012, was received by the Board as information;
16. Pursuant to Section 9-4-45, approved the following adjustments in employer and employee contributions adopted by the PEBA Board for the South Carolina Police Officers' Retirement System ("PORS") for the fiscal year beginning July 1, 2014, based upon the actuarial valuation of the system as of July 1, 2012:
 1. Increase PORS employee contribution rate from 8.00% to 8.41% and the PORS employer contribution rate from 13.00% to 13.41%;
17. Pursuant to Section 9-4-45, approved the following adjustment in employer contributions adopted by the PEBA Board for the Retirement System for Judges and Solicitors ("JSRS") for the fiscal year beginning July 1, 2014, based upon the actuarial valuation of the system as of July 1, 2012:
 1. Increase JSRS employer contribution rate from 47.33% to 47.97%;
18. Pursuant to Section 9-4-45, approved the following adjustment in employer contributions adopted by the PEBA Board for the Retirement System for Members of the General Assembly ("GARS") for the fiscal year beginning July 1, 2014, based upon the actuarial valuation of the system as of July 1, 2012:
 1. Increase GARS employer contribution from \$4.063 million to \$4.275 million;
19. Pursuant to Section 9-4-45, approved the following adjustment in employer contributions adopted by the PEBA Board for the National Guard Retirement System ("NGRS") for the fiscal year beginning July 1, 2013, based upon the actuarial valuation of the system as of July 1, 2012:
 1. Increase NGRS employer contribution from \$4.539 million to \$4.586 million;

20. Approved the Clemson University/Greenwood Genetics Center Research Collaborative RUIA project; approved the establishment of a permanent improvement project for \$6.5 million, including \$5 million in Research University Infrastructure Bonds and \$1.5 million from Greenwood County, for construction of the Clemson University/Greenwood Genetic Center Building; and approved the acquisition by Clemson of 14.79 acres of land donated from Greenwood County and the Greenwood Commissioners of Public Works;
21. Approved the following permanent improvement project establishment requests and budget revisions which have been reviewed favorably by the Joint Bond Review Committee:

Establish Project for A&E Design

- (a) Summary 6-2013: JBRC Item 2. University of South Carolina
Project: 6102, Athletic Village Tennis Complex Addition
Funding Source: \$15,000 Athletic Operating funds which are generated from Athletic revenues that consist of ticket sales, SEC Conference Distributions, Gamecock Club contributions, seat premiums, and corporate sponsorships.
Request: Establish project and budget for \$15,000 (Athletic Operating funds) to begin design work to construct an addition to the Tennis Complex at the University of South Carolina. The 3,570 square foot addition will be constructed in areas below the existing raised viewing concourse of the tennis facility and will include men's and women's team meeting, film and locker rooms, a visitor meeting room and a restroom facility. Currently, the tennis teams share locker facilities in the Roost E building which has no meeting and film rooms. Teams are not allowed to leave the competition facility once a match has started and thus have no opportunity to return to a separate facility to meet between matches. Private team meeting areas and restrooms are crucial during match play so conversations are not overheard and competing players do not interact while using restroom facilities during breaks. The agency's internal estimated cost of this project, prior to A&E design being done, is \$1 million. The proposed source of funds for construction is Athletic Operating funds.
- (b) Summary 6-2013: JBRC Item 3. Budget and Control Board
Project: 9919, Senate Street Building Roof Replacement
Funding Source: \$9,575 Other, Depreciation Reserve funds which are derived from the rent account which receives rent charged to state agencies housed in state-controlled office buildings.
Request: Establish project and budget for \$9,575 (Other, Depreciation Reserve funds) to begin design work to replace the roof on the Senate Street Building that houses programs of the Budget and Control Board and the University of South Carolina. The work will include removing the existing concrete deck, installing a new vapor barrier, replacing the aluminum built up roof with a modified asphalt two-ply roof, and tuck pointing the joints between the limestone veneer wall panels that surround the building's high roof areas. The existing roof is leaking and retaining moisture. If the roof and

insulation are not replaced, moisture will penetrate the building envelope, damaging building systems and creating the potential for environmental hazards such as mold. The agency's internal estimated cost of this project, prior to A&E design being done, is \$478,725. The proposed source of funds for construction is Other, Depreciation Reserve funds.

Establish Construction Budget

- (c) Summary 6-2013: JBRC Item 4. University of South Carolina
Project: 6096, Outdoor Football Practice Fields Construction
Funding Source: \$3,000,000 Athletic Operating funds which are generated from Athletic revenues that consist of ticket sales, SEC Conference Distributions, Gamecock Club contributions, seat premiums, and corporate sponsorships.
Request: Increase budget to \$3,000,000 (add \$2,955,000 Athletic Operating funds) to develop two outdoor football practice fields for the University of South Carolina. The project was established in June 2012 for pre-design work which is now complete. The work on the former Farmer's Market site will include grading, installing drainage, turf, irrigation, lighting and goal posts, and constructing two film towers. Existing practice fields are located on leased property. The university has decided to develop permanent facilities on property owned by the university instead of investing in improvements to leased facilities. Energy savings and conservation measures will include the installation of energy efficient lighting. The agency reports the total projected cost of this project is \$3 million and annual operating cost savings of \$130,000 will result in the year following project completion. The agency also reports the projected date for execution of the construction contract is November 2013 and for completion of construction is June 2014. (See Attachment 1 for this agenda item for annual operating cost savings.)
- (d) Summary 6-2013: JBRC Item 5. Adjutant General
Project: 9773, Multiple Armory Maintenance Repairs
Funding Source: \$1,000,000, which includes \$500,000 Appropriated State funds appropriated in 2012-13 for armory maintenance as match for federal funds to repair readiness centers on state land and \$500,000 Federal funds received from the National Guard Bureau for maintenance.
Request: Increase budget to \$1,000,000 (add \$500,000 Federal funds) to repair and maintain readiness centers statewide for the Adjutant General's Office. The project was established in March 2013 with legislatively authorized funds appropriated specifically for armory maintenance to provide match for federal funds available to the agency for repairs to readiness centers on state land. This request is to commit the federal funds for which matching funds were appropriated. No external pre-design work will be required for the repairs. The work will include replacing roofs, doors, windows and lighting, renovating restrooms, improving parking, replacing an HVAC system, and painting. The facilities to be repaired were constructed between 1950

and 1970, with one constructed in 1933, and all have maintenance needs. Energy savings and conservation measures will include the installation of energy efficient roof, lighting, HVAC and window systems. The agency reports the total projected cost of this project is \$1 million and no additional annual operating costs will result from the project. The agency also reports the projected date for execution of the first construction contract is June 2013 and for completion of all construction is November 2013.

(e) Summary 6-2013: JBRC Item 6. Budget and Control Board

Project: 9852, Gressette Building Air Handler Fan Replacement

Funding Source: \$699,631, which includes \$22,500 Appropriated State funds previously approved for the project, \$351,289 Other, Depreciation Reserve funds which are derived from the rent account that receives rent charged to state agencies housed in state-controlled office buildings, and \$325,842 Other, Deferred Maintenance funds which were supplemental appropriated state funds from FY 09-10 appropriated specifically for deferred maintenance.

Request: Increase budget to \$699,631 (add \$677,131: \$351,289 Other, Depreciation Reserve funds and \$325,842 Other, Deferred Maintenance funds) to replace the air handler fans in the Gressette Building. The project was established in January 2008 for pre-design work, put on hold while addressing Gressette Building reinforcement work, and pre-design work is now complete. The work will include replacing the existing air handler fans with new fans, motors and cooling coils and doing associated electrical work. The air handling unit is 36 years old and original to the building. Parts have rusted and corroded and motor problems are occurring that could lead to no air conditioning if the motor were to break completely. The fans are outdated, inefficient, and difficult to repair and parts have become obsolete. Energy savings and conservation measures will include the installation of energy efficient fans with variable speed drives. The agency reports the total projected cost of this project is \$699,631 and annual operating cost savings of \$32,670 will result in the three years following project completion. The agency also reports the projected date for execution of the construction contract is November 2013 and for completion of construction is January 2014. (See Attachment 2 for this agenda item for annual operating cost savings.)

(f) Summary 6-2013: JBRC Item 7. Budget and Control Board

Project: 9912, Rutledge Building Emergency Generator Installation

Funding Source: \$723,945 Other, Depreciation Reserve funds which are derived from the rent account that receives rent charged to state agencies housed in state-controlled office buildings.

Request: Increase budget to \$723,945 (add \$718,045 Other, Depreciation Reserve funds) to install an emergency generator in the Rutledge Building housing the Department of Education. The project was established in October 2012 for pre-design work which is now complete. The work will include installing a new emergency generator and automatic transfer switches and upgrading the electrical system to provide power

from the generator to life safety and other systems. The 50 year-old building would be required to have an emergency generator if built today. The new generator will provide backup power for the fire pump, egress lighting, elevators, fire detection and notification systems, and information technology operations. Its installation will bring this part of the building up to current standards and prevent elevator passengers from being stranded during power outages as happened recently. Energy savings and conservation measures are not applicable to this generator project. The agency reports the total projected cost of this project is \$723,945 and no additional annual operating costs will result from the project. The agency also reports the projected date for execution of the construction contract is October 2013 and for completion of construction is May 2014.

- (g) Summary 6-2013: JBRC Item 8. Department of Mental Health
Project: 9721, Campbell Veterans Nursing Home Deferred Maintenance
Funding Source: \$1,678,571, which includes \$750,000 Capital Reserve Funds appropriated in 2010-11 specifically for this project and \$928,571 Federal funds from a Veterans Administration grant specifically for this project.
Request: Increase budget to \$1,678,571 (add \$928,571 Federal funds) to replace the mechanical system at the Department of Mental Health's Campbell Veterans Nursing Home in Anderson. The project was established in November 2011, with Capital Reserve Funds appropriated for deferred maintenance at this facility, to repair the pond dam and do pre-design work for the mechanical system replacement, which are now complete. The remaining work on the project will include replacing two 200-ton chillers, associated pumps and the mechanical control systems serving the facility. The mechanical system is 22 years old, original to the building, and past its life expectancy and the chillers are failing. Energy savings and conservation measures will include the installation of energy efficient chillers and variable speed pumps. The agency reports the total projected cost of this project is \$1,678,571 and annual operating cost savings of \$16,000 will result in the three years following project completion. The agency also reports the projected date for execution of the construction contract is December 2013 and for completion of construction is December 2014. (See Attachment 3 for this agenda item for annual operating cost savings.)
- (h) Summary 6-2013: JBRC Item 9. Department of Mental Health
Project: 9722, Stone Veterans Nursing Home Deferred Maintenance
Funding Source: \$3,800,000, which includes \$1,330,000 Capital Reserve Funds appropriated in 2010-11 specifically for this project and \$2,470,000 Federal funds from a Veterans Administration grant specifically for this project.
Request: Increase budget to \$3,800,000 (add \$2,470,000 Federal funds) to address deferred maintenance and renovate the Department of Mental Health's Stone Veterans Nursing Home in Columbia. The project was established in November 2011, with Capital Reserve Funds appropriated for deferred maintenance at this facility, for pre-design work which is now complete. The work in the 45,684 square foot facility will include

renovating client rooms and restrooms, upgrading handrails, wall protection, and the lighting, nurse call and fire alarm systems, replacing flooring and windows, renovating the mechanical system, replacing the roof, and abating asbestos. The facility is 41 years old and most of the features and finishes are original to the building. The roof is 20 years old and beginning to leak. Energy savings and conservation measures will include the installation of energy efficient windows, roofing with better insulated components, and a mechanical control system to better regulate and control temperatures. The agency reports the total projected cost of this project is \$3,800,000 and no additional annual operating costs will result from the project. The agency also reports the projected date for execution of the construction contract is November 2013 and for completion of construction is December 2014.

Increase Budget

- (i) Summary 6-2013: JBRC Item 10. Clemson University
Project: 9864, CURI - Graduate Education Center Construction & Lasch Lab Upfit/Land Acquisition
Funding Source: \$23,520,000 which includes \$8,000,000 Federal grant funds from the Economic Development Administration, \$5,100,000 Other, Private Gift funds, \$10,300,000 Other, Research University Infrastructure Bonds previously approved for the project, and \$120,000 Other, Operating Revenue funds previously approved for the project.
Request: Increase budget to \$23,520,000 (add \$13,100,000: \$8,000,000 Federal and \$5,100,000 Other, Private Gift funds) to upfit the Lasch Lab and construct a new Graduate Education Center at the Clemson University Restoration Institute (CURI) in North Charleston. The project was established in November 2005 and increased to establish the construction budget in December 2006 when Research University Infrastructure Bonds were certified for use in the project. The work will now include upfitting approximately 45,971 square feet in the Lasch Lab and constructing an approximately 51,000 square foot Graduate Education Center (GEC). The budget increase is due to the increased size of the facility, originally planned for approximately 22,000 square feet, required to house the Restoration Institute, industry partnering spaces and student oriented spaces. The Lasch Lab upfit is needed to develop and improve new technologies to conserve large metallic objects from marine environments. The GEC will be a mixed use teaching, electronic lab and research facility which will serve as the core of the CURI campus. The facility will be constructed to LEED Silver certification and will include many energy savings and conservation measures. The LEED cost benefit analysis shows a negative cost benefit of \$202,500 at this phase of design based on preliminary figures, but Clemson staff anticipate the negative benefit will be negligible once the design nears completion. The agency reports the total projected cost of this project is \$23,520,000 and additional annual operating costs ranging from \$400,350 to \$416,524 will result in the three years following project completion. The agency also reports the projected date for execution of the

construction contract is August 2014 and for completion of construction is December 2016. (See Attachment 4 for this agenda item for additional annual operating costs.)

- (j) Summary 6-2013: JBRC Item 11. Department of Mental Health
Project: 9724, Bryan Hospital/Morris Village Energy Plant Chiller Replacements
Funding Source: \$2,025,000 Other, Operating Revenue funds which is Medicaid fee-for-service earned revenue for clinical services provided.
Request: Increase budget to \$2,025,000 (add \$100,000 Other, Operating Revenue funds) to meet current cost estimates to replace two chillers and a cooling tower serving the Department of Mental Health's Bryan Hospital and Morris Village. The project was established for pre-design in June 2012 and the full design and construction budget was approved in October 2012. During the full design phase, it became evident to the electrical engineer that the electrical equipment needed replacing to service the new chillers. In addition, a new step-down transformer is needed for the variable speed chillers, roll-up doors are being replaced, and some framing will be modified to accommodate the new chillers. This work was not included in the pre-design cost estimate or determined to be needed until full design was almost complete. Mechanical cost estimates and the contingency have been reduced to accommodate much of the increase, but additional funds are needed to bid the project. Energy savings and conservation measures will include the installation of energy efficient chillers, pumps and variable speed drives. The agency reports the total projected cost of this project is \$2,025,000 and annual operating cost savings of \$53,120 will result in the three years following project completion. The agency also reports the projected date for execution of the construction contract is July 2013 and for completion of construction is June 2014. (See Attachment 5 for this agenda item for annual operating cost savings.)

Establish Project for Preliminary Land Studies

- (k) Summary 6-2013: JBRC Item 12. Department of Natural Resources
Project: 9933, Charleston - Dungannon Plantation Land Acquisition
Funding Source: \$20,000 Other, Heritage Land Trust Fund, which is funded with a portion of the Documentary Stamp Tax and provides funds to the department to acquire property in priority areas and pay the costs associated with acquisition.
Request: Establish project and budget for \$20,000 (Other, Heritage Land Trust Fund) to procure the investigative studies required to adequately evaluate property prior to purchase. The Department of Natural Resources is considering the purchase of approximately 88 acres of land in Charleston County adjacent to the Dungannon Plantation Heritage Preserve and Wildlife Management Area. The acquisition will protect significant natural and cultural areas, including endangered species. The property provides habitat for the second largest colony of federally endangered wood stork in the state and other wading bird species and will offer additional recreational opportunities to the public.

22. Approved the following real property acquisitions as requested by the Division of State Budget:

- | | | |
|-----|---|--|
| (a) | Agency:
Acreage:
Location:

County:
Purpose:

Appraised Value:
Price/Seller:
Source of Funds:
Project Number:
Environmental Study:
Building Condition
Assessment:
Additional Annual Op Cost/SOF:

Current Year Property Tax:
Approved By: | Greenville Technical College
14.53± acres
On West McElhaney Road adjoining the Greer campus of Greenville Technical College in Taylors.
Greenville
For future expansion of the Greer Campus of Greenville Technical College.
\$315,000
\$220,000 / Greenville Tech Foundation, Inc.
Other, Local County
H59-6080
Approved
N/A
Additional annual operating costs of \$26 for storm water fee are anticipated and will be funded with Local County funds.
N/A - Exempt
CHE on 3/7/13; JBRC staff on 3/20/13 |
| (b) | Agency:
Acreage:
Location:

County:
Purpose:

Appraised Value:
Price/Seller:
Source of Funds:
Project Number:
Environmental Study:
Building Condition
Assessment:
Additional Annual Op Cost/SOF:

Current Year Property Tax: | Coastal Carolina University
8.16± acres of campus roads
Consisting of Chanticleer Drive West, Chanticleer Drive East, Founders Drive and Evergreen Lane on the Coastal Carolina main campus.
Horry
To perform major road repair work needed due to heavy equipment movement on campus for recent construction projects.
N/A
Donation / Coastal Educational Foundation
N/A - Donation
H17-9597
Approved
N/A
No additional annual operating costs are anticipated as the University already provides routine maintenance of roads.
N/A - Exempt |

Approved By:

CHE on 3/19/13; JBRC staff on 4/3/13

23. Adopted a resolution making provision for the issuance and sale of not exceeding \$26,500,000 General Obligation State Highway Refunding Bonds, Series 2013, of the State of South Carolina;
24. Adopted a resolution making provision for the issuance and sale of not exceeding \$13,350,000 in the Aggregate Principal Amount State General Obligation Research University Infrastructure Bonds (University of South Carolina) of the State of South Carolina and Notes in Anticipation of the Issuance;
25. Adopted a resolution making provision for the issuance and sale of not exceeding in the aggregate \$5,000,000 Principal Amount State General Obligation Research University Infrastructure Bonds (Clemson University) of the State of South Carolina and Notes in Anticipation of the Issuance;
26. Adopted a resolution making provision for the issuance and sale of not exceeding \$34,000,000 University of South Carolina Higher Education Revenue Bonds, Series 2013;
27. Approved the following recommendations as requested by the Higher Education Efficiency and Administrative Policies Act Committee in its report entitled "Recommendations for Creation of a Separate and Comprehensive System for Higher Education, dated January 15, 2013:

Recommendation: Create a Council of University and College HR Directors to work cooperatively with the State Human Resources Division to oversee and manage the Higher Education Classification and Compensation System, to develop and maintain HR regulations, and to propose innovative HR practices and programs.
[This Council would be advisory to the State Human Resources Division.];

Recommendation: Ensure appropriate accountability to the Budget and Control Board through the continued role of the State Human Resources Division, data reporting requirements, and continued emphasis on auditing by SHRD;

Recommendation: Adopt a separate classification and compensation system that addresses the specific and unique needs of higher education institutions. The system should include: job classes and unclassified titles specific to higher education, separate salary schedule that reflects the market for higher education positions, and operating regulations that govern how the system will be managed;

Recommendation: Request that online organizational charts on the web pages of each institution be recognized as fulfilling statutory reporting requirements and determine how reporting data into a statewide data system will impact various other-mandated reporting requirements; and

Received as information the remaining recommendations; and

28. Agreed to meet at 10:00 a.m. on Tuesday, June 18, 2013, in Room 252, Edgar A. Brown Building.