

AGENDA MATERIALS
AND SUPPORTING DOCUMENTS
FOR THE MEETING OF
NOVEMBER 13, 1970

AGENDA

MEETING OF BUDGET AND CONTROL BOARD

11:00 A. M., FRIDAY, NOVEMBER 13, 1970

CONFERENCE ROOM, GOVERNOR'S OFFICE

-0-

1. COMMISSION ON ALCOHOLISM

Mr. McCord will appear before the Board to discuss a proposed program relating to drug addiction and the expenditure of funds for this purpose.

2. PERSONNEL DIVISION

Earl Ellis will appear before the Board to present two proposals, one relating to maternity leave, the other relating to compensation for overtime and shift differential.

3. GENERAL SERVICES DIVISION

Furman McEachern will ask the Board to consider a request of the City of Columbia that the State Government join as a participant in plans under consideration by the City for development of the down town area of Columbia, commonly referred to as the Doxiadis Report.

4. MENTAL HEALTH COMMISSION

Dr. Hall will appear before the Board to discuss further the projected deficit for the current year for the Department of Mental Health.

The Commission has requested approval of the expenditure of \$20,000.00 of bond funds to obtain a consolidated plat of the property owned by the Commission.

5. MENTAL RETARDATION COMMISSION

At the meeting of the Board October 15, approval was given to a request for permission to use \$75,000.00 of funds set aside for a new institution, to match Federal Funds of an estimated \$154,000.00, to construct initial facilities for a new institution to be located on property now occupied by the School for Boys at Florence.

Dr. Barnett is now requesting that the State Funds for this purpose be increased to \$129,000.00. The original request approved by the Board did not include provision for equipment and other related initial project costs.

6. COMMISSION ON HIGHER EDUCATION

An Act of the Legislature of 1962 established the Budget and Control Board as the State Agency to administer provisions of Federal law under which funds are made available to the states for college student loans (The National Defense Education Act).

The Commission on Higher Education is now administering this loan program for the State although official responsibility remains in the Budget and Control Board. It is accordingly suggested that the Board take formal action requesting the Commission to administer this program in its behalf.

7. DAIRY COMMISSION

The 1971 annual meeting of the International Association of Milk Control Agencies (United States and Canada) will be held in Charleston in April of next year. Charles Shaw, Director of the S. C. Dairy Commission, is the President-elect of the Association for 1971 and has requested an allocation of \$2,000.00 from the Civil Contingent Fund to cover expenses of this meeting.

8. 1971-72 BUDGET

AGENDA

MEETING OF BUDGET AND CONTROL BOARD

11:00 A. M., FRIDAY, NOVEMBER 13, 1970

CONFERENCE ROOM, GOVERNOR'S OFFICE

-0-

✓ 1. COMMISSION ON ALCOHOLISM

Mr. McCord will appear before the Board to discuss a proposed program relating to drug addiction and the expenditure of funds for this purpose.

✓ 2. PERSONNEL DIVISION

Earl Ellis will appear before the Board to present two proposals, one relating to maternity leave, the other relating to compensation for overtime and shift differential.

✓ 3. GENERAL SERVICES DIVISION

Furman McEachern will ask the Board to consider a request of the City of Columbia that the State Government join as a participant in plans under consideration by the City for development of the down town area of Columbia, commonly referred to as the Doxiadis Report.

4. MENTAL HEALTH COMMISSION

Dr. Hall will appear before the Board to discuss further the projected deficit for the current year for the Department of Mental Health.

The Commission has requested approval of the expenditure of \$20,000.00 of bond funds to obtain a consolidated plat of the property owned by the Commission.

5. MENTAL RETARDATION COMMISSION

At the meeting of the Board October 15, approval was given to a request for permission to use \$75,000.00 of funds set aside for a new institution, to match Federal Funds of an estimated \$154,000.00, to construct initial facilities for a new institution to be located on property now occupied by the School for Boys at Florence.

Dr. Barnett is now requesting that the State Funds for this purpose be increased to \$129,000.00. The original request approved by the Board did not include provision for equipment and other related initial project costs.

6. COMMISSION ON HIGHER EDUCATION

✓ An Act of the Legislature of 1962 established the Budget and Control Board as the State Agency to administer provisions of Federal law under which funds are made available to the states for college student loans (The National Defense Education Act).

The Commission on Higher Education is now administering this loan program for the State although official responsibility remains in the Budget and Control Board. It is accordingly suggested that the Board take formal action requesting the Commission to administer this program in its behalf.

7. DAIRY COMMISSION

✓ The 1971 annual meeting of the International Association of Milk Control Agencies (United States and Canada) will be held in Charleston in April of next year. Charles Shaw, Director of the S. C. Dairy Commission, is the President-elect of the Association for 1971 and has requested an allocation of \$2,000.00 from the Civil Contingent Fund to cover expenses of this meeting.

8. 1971-72 BUDGET

9. Bennett
Re: Crime Control Computer

10 Ch Justice mly Chas'con
- Call Francis

STATE BUDGET AND CONTROL BOARD
DIVISION OF GENERAL SERVICES

AGENDA

November 13, 1970

[Get minutes from M.C.E.]

Purchase and Exchange of Vehicles

Department of Corrections - Purchase one 1971 9-passenger station wagon for medical services to all installations; Trade one 1965 Ford station wagon for one 1971 Chevrolet Sportsvan for transportation of inmates and picking up supplies; Trade one 1968 Plymouth Fury II for one 1971 model to be assigned to Supervisor of Jail and Prison Inspection; Purchase one 1971 model sedan to be assigned to Warden of MacDougall Youth Correctional Center, the 1968 station wagon is being shared with the Deputy Warden; Trade one 1967 station wagon for one 1971 model to be assigned to Warden of Harbinson Correctional Institution, the 1968 Chevrolet station wagon now assigned to Warden will be used by the Institution; Trade one 1968 Plymouth Fury II for one 1970 Plymouth Fury II to be assigned to Investigator for apprehension of escapees; Purchase one 1971 model sedan to be assigned to Supervisor of Youthful Offenders Department, this is a new position and travel will be excessive for mileage allowance; Trade one 1968 Plymouth station wagon for one 1971 station wagon, to be used in transportation to and from work - weekly trips to Columbia for supplies; Purchase one 1970 Dodge sportsvan, present vehicle not adequate to transport inmates daily to and from work.

Parks, Recreation & Tourism - Trade one 1968 Ford station wagon for one 1971 Galaxie 500 four door sedan, assigned to Assistant Director of State Parks; Trade one 1968 Ford station wagon for one 1970 Ford four door sedan to be assigned to Assistant Director of PRT.

Department of Mental Health - Purchase one 1970 Ford to be assigned to the Director of Wm. Hall Institute

Department of Mental Retardation - Trade one 1967 Pontiac for one 1971 Ford LTD to be assigned to Superintendent of the S. C. Retarded Children's Habilitation Center.

University of S. C. - Purchase one 1971 twelve passenger wagon for use on field trips and athletic events

Clemson - Trade one wrecked vehicle for one 1971 Fury III to be assigned to motor pool; Purchase five 1971 Fury III to be assigned for motor pool.

Insurance Department - Trade one 1970 Ford LTD for one 1971 Ford LTD as the 1970 model is in unsatisfactory mechanical condition.

Technical Education - Purchase ten 1971 vehicles (three 24 passenger vans, three 12 passenger vans and four station wagons) - vehicles to be stationed at centers in Orangeburg, Charleston and St. Stephen.

ABC Commission - Trade one 1969 Pontiac with mileage of 50,000 for one 1970 Oldsmobile to be assigned to Commissioner S. J. Pratt; Trade one 1969 Pontiac with mileage of 41,000 for one 1970 Oldsmobile to be assigned to Chairman W. W. Lewis.

ETV - Purchase one 1971 Ford six passenger station wagon for transporting test equipment and supplies to ETV locations and to schools throughout the State.

Citadel - Trade one 1966 International Scout 800 for one 1970 International Scout 800 to be assigned as on-campus Cadet Patrol, used off-campus for emergency trips - older vehicle is beyond economical repair.

Industrial Commission - Trade one 1969 Pontiac with mileage of 66,000 for one 1970 Oldsmobile assigned to Commissioner Dawson Addis.

Equipment - Highway Department to purchase one Model 350 A. B. Dick Offset Press \$ 4,001.00.

Space Rental - State Agencies

Public Service Commission - It is recommended that the Board approve the lease agreement for the Public Service Commission in the Owen Building at an annual rental rate of \$ 1,381.36. This is additional space to the area they now occupy at the Owen Building.

ETV - It is recommended that the Board approve the lease for the ETV Commission for 4,200 square feet of space located at 2829 Millwood Avenue at an annual rental rate of \$ 10,200.00.

Public Welfare - It is recommended that the Board approve the lease agreement for the Department of Public Welfare for space in the Owen Building at an annual rental rate of \$ 6,220.12, for one year.

Pollution Control Authority - It is recommended that the Board approve the lease agreement for the S. C. Pollution Control Authority for space in the Owen Building for nine months at a rental rate of \$ 30,316.26.

U.S.C. - It is recommended that the Board approve renewal of the lease of the Pendleton Building for the University for use of the College of Business Administration; It is recommended that the Board approve the lease for the University for parking area at 1315 Pendleton Street at a rate of \$ 300 per month; It is recommended that the Board approve the lease for the University for the SCM Dormitory at 1600 Hampton Street. This is a short term lease for the Fall semester only.

Easements

✓ City of Columbia - The City has requested an easement for installation of a sewer line across the "distillery property." It is recommended that the easement be approved with a provision for bearing of relocation costs by the City if that should become necessary. This is a standard requirement which the City also uses in its granting of easements to the State.

South Carolina Electric & Gas Company - S.C.E. &G. has requested a ten foot easement for cutting of bushes and trees adjacent to a power line on adjoining property along Boston Avenue, Airport Property, Lexington County. It is recommended that this easement be granted.

Disposition of Records

It is recommended that the Board approve disposition of records as approved by the Director of Archives & History under dates 8/31/70 and 9/18/70.

GENERAL FUND
PROJECTED CONDITION, END OF 1970-71

DEFICIT - END OF 1969 - 70 \$ 7,529,056

1970 - 71

ESTIMATED REVENUE \$ 507,692,000

LESS: ALLOWANCE FOR
DECLINE IN
PROJECTIONS (1½%) 7,615,380

ADJUSTED ESTIMATE 500,076,620

APPROPRIATIONS 508,484,620

INDICATED DEFICIT, 1970 - 71 8,408,000

INDICATED ACCUMULATED
DEFICIT, END OF 1970 - 71 15,937,056

TENTATIVE REVENUE ESTIMATE, 1971-72....\$ 547,610,000

LESS: 69-70 DEFICIT: 7,529,055

ALLOWANCE FOR

70-71 DEFICIT: 8,408,000

15,937,056

BALANCE AVAILABLE FOR APPROPRIATIONS.... 531,672,944

APPROPRIATIONS, 1970-71.....508,484,620

MAXIMUM INCREASE IN APPROPRIATIONS,

71-72 OVER 70-71.....23,188,324

INCREASES REQUESTED FOR 1971 - 72

TOTAL INCREASES REQUESTED.....\$ 110,517,556

(AVAILABLE FUNDS:\$23,188,324)

MAJOR ITEMS

PERSONNEL PLAN.....\$ 5,750,000

PUB. SCHOOL TEACHERS..... 2,850,000

SCHOOL BUS DRIVERS..... 1,040,000

RETIREMENT..... 5,000,000

14,640,000

DEBT SERVICE 8,750,000

PUBLIC WELFARE 6,900,000

HIGHER EDUCATION 5,400,000

AID TO SUBDIVISIONS..... 3,000,000

38,690,000

Friday
Adm Mty - 11/13/70

Gov Mty
11:00 AM

All Parents - + Wash (temporarily)

(OK) M. C. Eichen
Re Cap City Complex - Participation with City

M. C. Eichen

Re: Alloc of Case for 70 to Proj for doing above
Staff for coordinating program
- Draw up plan for proj.
For 90-91 - \$21,000

Budget

Re 70-71
670

71-72 - With what a year

De Hall

Criteria for
Selection - {
Employment level
Sex
Race
Age
Gen

Ellis

- Re Guidance Coun

878

(OK)
as proposed

Adm - Case function - not legal

	Increase Recommended							
	Appropriation 70-71	Increase Requested 71-72	Total	C l a s s i f i e d		Unclassified	Sub-Total	All Other
				Increments	Annualization			
Legislative Department	2 106 057	(13 245)	(13 245)	713			713	(13 958)
Judicial Department	1 159 644	193 453	114 893	5 805	9 044	14 319	29 168	85 725
Governor's Office								
Lieutenant Governor								
Secretary of State	162 516	14 941	11 941	3 787		5 000	8 787	3 154
Comptroller General	1 090 479	66 187	30 859	15 859		5 000	20 859	10 000
State Treasurer	6 571 792	8 764 667	8 764 667	6 623	6 594	5 000	18 217	8 746 450 ^A
Attorney General	848 743	59 741	48 337	24 332		5 000	29 332	19 005
Adjutant General	386 316	36 394	20 835	4 234		5 000	9 234	11 601
State Election Commission	626 178	(160 364)	(195 964)	692		750	1 442	(197 406) ^B
State Budget & Control Bd.:								
Finance Division								
General Services Division	2 037 916	334 137	45 616	32 169		800	32 969	12 647
Personnel Division	448 005	169 924	37 855	18 573	20 832	450	39 855	(2 000)
Research & Statistics								
Retirement System								
OEO								
Title I, HEA		12,500	12,500					12,500
Higher Ed. Facilities Act								
Commission on Higher Education	9 946 784	736 132	231 135	1 191		2 088	3 279	227 856 ^C
University of South Carolina	18 659 705	5 703 396	3 640 419	219 766	86 836	496 013	802 615	2 837 804 ^D
Clemson University (Ed. & Gen.)	12 576 549	3 372 565	1 316 040	206 892		708 059	914 951	401 089 ^D
Medical University of S. C.	16 311 916	5 215 621	-0-	318 584	208 379	931 513	1 458 476	(1 458 476) ^E
The Citadel	3 789 596	593 884	(253 441)	55 225		94 632	149 857	(403 298) ^D
Winthrop College	4 370 314	851 035	723 840	29 295	7 678	261 400	298 373	425 467 ^D
S. C. State College	4 468 981	825 390	(88 995)	46 583		33 004	79 587	(168 582) ^D
Francis Marion College	1 010 000	677 305	350 067	9 655		61 368	71 023	279 044 ^D
College of Charleston	300 000	1 603 420	954 442	26 510	4 110	64 100	94 720	859 722 ^D
Department of Education	208 573 873	31 999 817	4 273 356	284 865		541	285 406	3 987 950 ^F
Adv. Comm. for Technical Trng.	12 352 115	4 004 974	1 867 231	110 853	74 264	216 183	401 300	1 465 931 ^G
Educational Television Comm.	3 609 300	1 900 331	296 649	42 665	3 590	394	46 649	250 000
S. C. Opportunity School	369 918	43 222	12 622	5 558	666	10 718	16 942	(4 320)
School for the Deaf & the Blind	1 692 086	404 999	253 549	34 060	1 831	17 483	53 374	200 175
Department of Archives & History	730 397	17 323	(70 059)	11 078	12 294	360	23 732	(93 791)

628

	Appropriation 70-71	Increase Requested 71-72	Increase Recommended					
			Total	C l a s s i f i e d		Unclassified	Sub-Total	All Other
				Increments	Annualization			
Confederate Relic Room	55 242	(23 422)	(31 688)	409	481	150	1 040	(32 728)
S. C. State Library	694 637	240 806	(12 253)	2 565		304	2 869	(15 122)
S. C. Arts Commission	132 917	68 155	2 566	1 566		1 000	2 566	-0-
Board of Health	10 806 162	3 596 663	847 663	329 684	258 474	9 505	597 663	250 000
State Dept. of Mental Health	18 195 609	8 780 533	1 591 029	646 653	388 918	222 987	1 258 558	332 471
Dept. of Mental Retardation	11 252 147	2 946 277	556 064	312 630	23 936	(16 259)	320 307	235 757
Commission on Alcoholism	228 570	131 985	5 616	7 466	1 370	280	9 116	(3 500)
Dept. of Public Welfare	21 070 818	8 788 563	7 567 314	268 565	136 563		405 128	7 162 186 ^H
Vocational Rehabilitation	2 251 132	700 380	203 587	39 909	5 974	1 033	46 916	156 671 ^I
John de la Howe School	449 338	22 632	22 632	6 647		280	6 927	15 705
Children's Bureau	310 765	47 505	28 944	6 882		260	7 142	21 802
Commission for the Blind	915 490	179 163	18 196	16 588		2 158	18 746	(550)
Council on Aging	47 851	11 615	5 128	382		1 135	1 517	3 611
Dept. of Corrections	5 108 628	1 888 037	1 200 000	135 703	96 380	4 440	236 523	963 477 ^J
Probation, Parole & Pardon Bd.	1 017 881	140 852	71 448	69 785		163	69 948	1 500
Board of Juvenile Corrections	2 205 497	1 075 304	470 526	63 550	32 825	1 785	98 160	372 366
Bd. of Juvenile Placement & Aft.	182 683	45 462	(4 727)	1 234		269	1 503	(6 230)
Pollution Control Authority	660 935	1 595 870	880 007	16 566	42 843	420	59 829	820 178 ^K
Water Resources Commission	272 975	196 090	93 441	4 724		360	5 084	88 357
Soil & Water Conserv. Comm.	308 265	428 627	729	219		510	729	-0-
State Forestry Commission	3 523 541	922 998	181 373	109 553	3 793	13 027	126 373	55 000
Department of Agriculture	1 572 229	214 753	86 119	35 153	34 135	5 000	74 288	11 831
Agricultural Marketing Comm.	87 709	5 203	1 704	1 192		308	1 500	204
Clemson University (P.S.A.)	6 510 800	2 105 261	590 966	85 070	211 145	210 030	506 245	84 721
Wildlife Resources Department	1 187 537	801 899	-0-	14 373		15 007	29 380	(29 380)
Dept. of Parks, Recr. & Tourism	2 834 486	578 169	117 358	44 457	21 417	420	66 294	51 064
Recreation Commission	47 735	5 580	(1 480)	260		260	520	(2 000)
State Development Board	1 447 338	346 208	56 229	32 088	19 582	4 559	56 229	-0-
Tricentennial Commission	1 181 819	(50 896)	(119 968)			(96 571)	(96 571)	(23 397)
Public Service Commission	825 315	61 096	31 786	16 052	18 973	2 250	37 275	(5 489)

	Appropriation 70-71	Increase Requested 71-72	Total	C l a s s i f i e d		Unclassified	Sub-Total	All Other
				Increments	Annualization			
Industrial Commission	818 054	130 646	18 418	12 156	620	2 200	14 976	3 442
Insurance Department	1 099 989	132 054	120 394	42 453	2 915	420	45 788	74 606
Board of Bank Control	393 277	15 699	15 468	10 444	856	665	11 965	3 503
State Dairy Commission	127 288	8 773	5 951	1 225	4 792	284	6 301	(350)
Department of Labor	393 948	48 419	9 999	7 420	1 046	360	8 826	1 173
Aeronautics Commission	354 356	200 285	8 872	4 912		360	5 272	3 600
Contractors Licensing Bd.	62 235	9 541	3 441	961		180	1 141	2 300
State Tax Commission	5 695 817	212 830	197 455	128 568		1 120	129 688	67 767
Alcoholic Beverage Control Comm.	451 599	454	454	9 055	1 337	1 120	11 512	(11 058)
Civil Defense Agency	154 713	3 758	1 886	3 579	527	360	4 466	(2 580)
Department of Veterans Affairs	425 810	50 760	16 402	3 752	875		4 627	11 775
Miscellaneous Appropriation								
Contributions								
Aid to Subdivisions								
TOTALS	415 562 317	104 092 336	37 244 198	4 010 017	1 745 895	3 331 314	9 087 226	28 156 972

I N C O M P L E T E

November 13, 1970

A	<u>TREASURER'S OFFICE</u>	
	Debt service (Capital improvement bonds)	8 751 250
B	<u>STATE ELECTION COMMISSION</u>	
	Decrease in statewide election costs	(210 134)
C	<u>COMMISSION ON HIGHER EDUCATION</u>	
	S. C. Defense Scholarship Fund	150 000
	Student Financial Aid	250 000
D	<u>UNIVERSITIES AND COLLEGES</u>	
	1971-72 recommendations by Budget Section of State Budget & Control Board based on same full-time equivalent student appropriation as used in 1970-71 budget. Increased appropriation results from projected increase in FTE students.	
E	<u>MEDICAL UNIVERSITY</u>	
	No increase in appropriation anticipated.	
F	<u>DEPARTMENT OF EDUCATION</u>	
	Increase in payments to school bus drivers	1 041 340
	Normal increase state aid for teachers	2 849 020
	School buses and insurance	451 000
G	<u>ADVISORY COMMITTEE FOR TECHNICAL TRAINING</u>	
	New personnel - increase in enrollment	195 356
	Educational Equipment	750 000
	Aiken TEC program	382 877
H	<u>DEPARTMENT OF PUBLIC WELFARE</u>	
	Public assistance and children and family service- New personnel - caseworkers, \$1,064,870 and general operations, \$171,824	1 236 694
	Assistance payments - (1) Aid to families with dependent children, \$1,033,691; (2) Medical Assistance, \$3,261,589; (3) Foster home care, \$237,000; (4) Patients at Mental Health, \$107,946; (5) Patients at State Park, \$6,190; (6) Aid to permanently and totally disabled, \$168,294; (7) Work incentive program, \$99,900; (8) Old age assistance, (\$6,731).	4 907 879
I	<u>VOCATIONAL REHABILITATION</u>	
	Principally increase in cost of case services.	
J	<u>DEPARTMENT OF CORRECTIONS</u>	
	For growing population	524 000
	To replace Federal funds	438 000
K	<u>POLLUTION CONTROL AUTHORITY</u>	
	Transfer of three programs from the Department of Health	665 000



State of South Carolina
DEPARTMENT OF MENTAL HEALTH

2414 Bull Street
Columbia, S. C.
AREA CODE (803) 256-9911

MAILING ADDRESS:
P. O. Box 485
Columbia, S. C. 29202

November 12, 1970

WILLIAM S. HALL, M.D.
State Commissioner
of Mental Health

RAYMOND E. ACKERMAN, M.D.
Deputy Commissioner
Community Mental Health Services

ALEXANDER G. DONALD, M.D.
Deputy Commissioner
Educational and Research Services

JOHN G. MORRIS, JR.
Deputy Commissioner
Administrative Services

Mental Health Commission

C. M. TUCKER, JR., Chairman
Pageland

JOHN M. FEWELL, M.D.
Greenville

G. WERBER BRYAN
Sumter

W. G. EDWARDS, SR.
Columbia

WALTER H. SOLOMON
Charleston

J. C. BULL, M.D.
Spartanburg

BERNARD WARSHAW
Walterboro

Mr. P. C. Smith, Secretary
State Budget & Control Board
P. O. Box 11333
Columbia, South Carolina 29211

Dear Mr. Smith:

I have received your letter of November 2, 1970, and after reading it and discussing its contents with members of the South Carolina Mental Health Commission, I feel compelled to respond.

Obviously, from the contents of your letter, neither I nor members of our Governing Board feel that we have attained any mutual understanding; instead, we have only participated in a dialogue of financial brinkmanship which has seriously handicapped the work of the South Carolina Department of Mental Health, and which could have the potential of causing our three state hospitals to lose valuable accreditation by the Joint Commission on Accreditation of Hospitals.

Again, as forcibly as possible, I want to spell out the facts in this case.

The 1968-69 budget request submitted by the Department did not include any projected Medicaid revenue. However, the Budget and Control Board recommendations included a Department of Public Welfare estimate of Medicaid funds of \$3,150,000.00. This is the first time Medicaid funds ever appeared in the South Carolina Department of Mental Health budget. Page 11, South Carolina State Budget 1968-69, states:

"The Board's recommendations call for a reduction of \$1,000,000.00 in the direct operating appropriations for the Commission. However, as noted above, the Commission will receive an additional \$3,150,000.00 through the Department of Public Welfare. Except for proposed salary increases, the Commission will be able to substantially cover its proposed 1968-69 budget under this arrangement."

The following year we included in our budget request, per the Budget and Control Board's suggestion, Medicaid funds totalling \$3,150,000.00, the latter amount being estimated by the Department of Public Welfare and/or others, and this amount was increased to \$3,275,780.00 by Budget and Control Board recommendations. For fiscal year 1970-71, we included Medicaid monies amounting to \$3,048,780.00, the latter figure having been arrived at upon the advice and recommendation of personnel in the State Auditor's office. My letter to you of June 24, emphasized these facts.

Mr. P. C. Smith
November 12, 1970
Page -2-

During this current year, we anticipate, under present law, that we will only collect 2.1 million dollars which the South Carolina Department of Public Welfare concurs. However, if the proposed federal legislation passes, which there are strong indications that it will, we will collect only approximately 1.5 million dollars. If this federal legislation is approved, only newly admitted patients who meet Medicaid requirements will be eligible for Medicaid benefits. At this time, for fiscal year 1971-72, we are unable to give estimates of amounts of Medicaid revenue. However, we know it will be substantially less than present revenue.

For the past three (3) years, revenues from Medicaid sources have fallen short each year by approximately 33-1/3% of the original estimate made by the Department of Public Welfare. As a result of the unrealistically high estimates on the part of the Department of Public Welfare, state revenues in a like amount were deducted and the budget sought by the South Carolina Department of Mental Health did not materialize. In 1968-69, this default of payment amounted to \$1,222,815.00. In 1969-70 we were faulted \$1,037,156.00, and in 1970-71 it would appear that pledged funds will not be forthcoming. I have maintained all along that the estimates supplied to us by the Department of Public Welfare have not been realistic. I have told the Budget and Control Board, on several occasions, that Medicaid receipts as they are applied to the total budget of the Department should be applied in the light of past experience with collections.

In addition, we have asked that the budget of the South Carolina Department of Mental Health come solely from state funds, and that any Medicaid funds coming to the Department should be rebated to the State Treasurer. Now, this year, 1970-71, we are faced with the same conflicts and have had to deal with erroneous estimates which do not reflect past experiences.

As of March 1968, 11 of the 19 states nationwide receiving Medicaid money remitted it to the "General Fund".

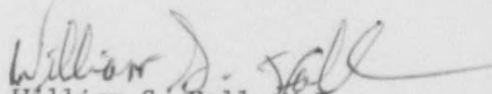
It is the consensus of the South Carolina Mental Health Commission, and I fully concur, that the South Carolina Department of Mental Health is not guilty of deficit spending, that we have lived within the framework of the projected budget, which includes Medicaid monies that others have placed in the overall total monies allocated; but nevertheless, funds which were specified to come to our Department but failed to materialize.

The South Carolina Department of Mental Health is going to have to have additional funds if we are to carry out the obligation assigned to us by the General Assembly for the care and treatment of the mentally ill.

Mr. P. C. Smith
November 12, 1970
Page 3

I am extremely concerned about this situation and welcome the opportunity to appear before the Budget and Control Board to again set forth our position.

Sincerely,


William S. Hall, M.D.

State Commissioner of Mental Health

WSH:PGHjr:em

November 2, 1970

Dr. William S. Hall, Commissioner
Department of Mental Health
P. O. Box 485
Columbia, South Carolina 29202

Dear Dr. Hall:

This is to confirm the understanding which, I believe, we reached today at the conference here in our office regarding your projected deficit for the current fiscal year 1970-71.

At your appearance before the Budget and Control Board on September 29, 1970, at which your appropriation requests for 1971-72 were presented, you also made reference to a projected deficit for 1970-71, arising from an indication that your revenue from the Medicaid program would fall below projections for the year and, also, that additional funds would be required for operation of the Long Term Care Unit above the amount appropriated for that institution.

The Board took no action with respect to your projected deficit, receiving this as information only. My purpose in conferring with you on the matter this morning was to be sure of your understanding that, at this point, the Board has not officially recognized your projected deficit as justified and, therefore, has not formally indicated that it would support a request to the General Assembly for additional operating funds for 1970-71.

In view of your concern for this situation I will, as you have requested, arrange for you to appear before the Board at its next meeting for a further discussion of this financial problem.

Very truly yours,

P. C. Smith
State Auditor

PCS:dr

Blind Copy to:
Honorable Robert E. McNair
Governor of South Carolina

GENERAL FUND REVENUES

Fiscal Year	Appropriation Bill Estimate	Actual	Actual Less Estimate in Bill
1965-66	\$ 251,966,500	\$ 290,674,566 +	38,708,066
1966-67	290,138,950	323,675,248 +	33,536,298
1967-68	340,842,000	336,399,537 -	4,442,463
1968-69	370,238,250	381,533,024 +	11,294,774
1969-70	465,180,543	456,644,156 -	8,536,387
Five Year Period	\$1,718,366,243	\$1,788,926,531 +	70,560,288
Last Three Years	\$1,176,260,793	\$1,174,576,717 -	\$ 1,684,076

Division of Research
and Statistical
Services 9/30/70

State of South Carolina
Law Enforcement Division



ROBERT E. MCNAIR
GOVERNOR

J. PRESTON STROM
CHIEF

P. O. BOX 1166

PHONE 756-2461

COLUMBIA, S. C. 29202

6 November 1970

Mr. P. C. Smith
Secretary
State Budget and Control Board
P.O. Box 11333
Columbia, South Carolina 29211

To call 11/13 AM

Dear Mr. Smith:

I am attaching a letter initiated by this office and the State Law Enforcement Division to the Governor's Committee on Criminal Administration and Juvenile Delinquency. The letter is in reference to the establishment and implementation of a Criminal Justice Information and Communication System and the selection, by an Evaluation Committee, of RCA (Radio Corporation of America) and Southern Bell Telephone and Telegraph Company to provide computer hardware, software and communications support for the installation.

As indicated in the letter, a summary of the evaluation process, including a copy of the Criminal Justice Information and Communication System specifications and proposals submitted by the apparent successful bidders, have been forwarded to the State Division of Technology Utilization. The Division of Technology Utilization has reviewed and approved of our selection and method of selection.

There does exist, on my part, some confusion concerning final approval by both the Governor's Committee on Criminal Administration and Juvenile Delinquency and the State Budget and Control Board. We realize that approval by both must be obtained before we can proceed with implementation of the plan and acquire necessary hardware and software to support the system. This is brought about by the fact that we will require Federal funds to purchase the necessary computer and communications equipment and State funds to support necessary staff personnel to implement the system. I have discussed this matter with Mr. Bennett's office and also with Dr. Hungate. It is my understanding that proper notification of apparent successful bidders can be initiated pending final approval by State Budget and Control Board.

L 888

If you desire any further clarification on procedure outlined herein, or if you desire a review on our part to the State Budget and Control Board, please advise.

Yours very truly,

W. E. McMillan *se*

W. E. McMILLAN
Chairman
Criminal Justice Information and
Communication System Task Force

cc:
Governor Robert E. McNair
Mr. J. V. Bennett
Mr. C. R. Reasonover

WEM/bsr

6 November 1970

Mr. P. C. Smith
Secretary
State Budget and Control Board
P.O. Box 11333
Columbia, South Carolina 29211

Dear Mr. Smith:

I am attaching a letter initiated by this office and the State Law Enforcement Division to the Governor's Committee on Criminal Administration and Juvenile Delinquency. The letter is in reference to the establishment and implementation of a Criminal Justice Information and Communication System and the selection, by an Evaluation Committee, of RCA (Radio Corporation of America) and Southern Bell Telephone and Telegraph Company to provide computer hardware, software and communications support for the installation.

As indicated in the letter, a summary of the evaluation process, including a copy of the Criminal Justice Information and Communication System specifications and proposals submitted by the apparent successful bidders, have been forwarded to the State Division of Technology Utilization. The Division of Technology Utilization has reviewed and approved of our selection and method of selection.

There does exist, on my part, some confusion concerning final approval by both the Governor's Committee on Criminal Administration and Juvenile Delinquency and the State Budget and Control Board. We realize that approval by both must be obtained before we can proceed with implementation of the plan and acquire necessary hardware and software to support the system. This is brought about by the fact that we will require Federal funds to purchase the necessary computer and communications equipment and State funds to support necessary staff personnel to implement the system. I have discussed this matter with Mr. Bennett's office and also with Dr. Hungate. It is my understanding that proper notification of apparent successful bidders can be initiated pending final approval by State Budget and Control Board.

If you desire any further clarification on procedure outlined herein, or if you desire a review on our part to the State Budget and Control Board, please advise.

Yours very truly,

W. E. McMillan

W. E. McMILLAN
Chairman
Criminal Justice Information and
Communication System Task Force

cc:
Governor Robert E. McNair
Mr. J. V. Bennett
Mr. C. R. Reasonover

WEM/bsr

State of South Carolina
Law Enforcement Division

ROBERT E. McNAIR
GOVERNOR



J. PRESTON STROM
CHIEF

P. O. BOX 1166

PHONE 756-2461

COLUMBIA, S. C. 29202

5 November 1970

Dr. Joseph I. Hungate
Chairman
Governor's Committee on Criminal
Administration and Juvenile Delinquency
School of Social Works
University of South Carolina
Columbia, South Carolina

Dear Dr. Hungate:

The Criminal Justice Information and Communication System Evaluation Committee has concluded that RCA (Radio Corporation of America) appears to be the successful bidder for providing the necessary computer hardware and software to support the Criminal Justice Information and Communication System. The Committee has also concluded that Southern Bell Telephone and Telegraph Company appears to be the successful bidder for providing circuitry and terminals to support statewide communications for the system. These two vendors will integrate their equipment so as to establish a complete Criminal Justice Information and Communication operating system.

The State Law Enforcement Division multi-year plan, submitted to the State planning agency responsible for approving expenditure of LEAA funds allocated to the State, included a request to support the development and implementation of the Criminal Justice Information and Communication System. The total requested for Fiscal Year 1971-1972, including Federal and State share, is estimated to be approximately \$350,000. The Federal portion of the request will be approximately \$210,000. The \$210,000 will be utilized for purchase of the computer, terminals, and a portion of circuitry costs. The State matching share of approximately \$140,000 will be utilized for Criminal Justice Information and Communication System staff personnel, contractual services (to be supplied by the State Division of Technology Utilization), site preparation for the installation, necessary office equipment, supplies, including travel, education, etc., and a portion of circuitry costs. The portion of circuitry costs requested of State funds is directed toward retention of monies presently invested in statewide teletype system.

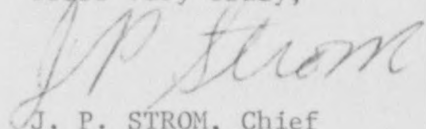
Attached is a copy of the Criminal Justice Information and Communication System multi-year plan that was submitted to Law Enforcement Assistance Program.

A summary of the evaluation process, including a copy of the Criminal Justice Information and Communication System specifications, and a copy of the proposals submitted by the apparent successful bidders has been sent to the State Division of Technology Utilization. This recommendation has been reviewed and approved by that office.

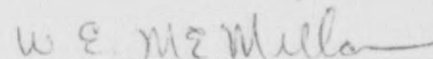
It is recommended that you approve the selection of vendors mentioned herein and provide proper notification to such vendors of the approval. It is also recommended that such notification be stated in such a manner so as to indicate intention to enter a period of contract negotiations. The contract negotiations to be exercised by the State Division of Technology Utilization, State Law Enforcement Division and the apparent successful bidder. The notification should also indicate, reference RCA, that if contract negotiations cannot be satisfied then it will be the intention of the Division of Technology Utilization and State Law Enforcement Division to enter a re-negotiation of contract with the second most successful bidder, Burroughs Corporation.

It will be our pleasure to provide a presentation of the Criminal Justice Information and Communication System objectives if requested.

Yours very truly,



J. P. STROM, Chief
S.C. Law Enforcement Division



W. E. McMILLAN
Chairman
Criminal Justice Information and
Communication System Task Force

cc:

Governor Robert E. McNair
Mr. Carl R. Reasonover
Mr. J. V. Bennett

State Division of Technology Utilization
Criminal Justice Information and Communication
System Evaluation Committee Members

WEM/bsr

893

State of South Carolina
Law Enforcement Division

ROBERT E. MCNAIR
GOVERNOR



J. PRESTON STROM
CHIEF

P. O. BOX 1166

PHONE 756-2461

COLUMBIA, S. C. 29202

13 October 1970

PROJECT: CRIMINAL JUSTICE INFORMATION AND COMMUNICATION SYSTEM

Brief Analysis of Project Needs, Fiscal Year 1971-1972:

At present a request for price quotation is being prepared by eight computer manufacturers concerning necessary hardware to support an on-line, real-time law enforcement communication system. The system to provide for eventual collection and distribution of criminal information to and from all law enforcement agencies, including courts, corrections, and probation, involved with administering criminal justice. The system will be supported by a statewide on-line communications network which will eventually allow all local police, sheriff, and Highway Patrol personnel, at no expense on their part, the ability to inquire, on a real-time basis, into files relating to wanted persons, warrants, stolen property, drivers license, vehicle registration, stolen vehicle and plates, criminal history and other criminal related files.

The initial installation of the system will begin in July 1971. The installation will be accomplished by a planned phased procedure. The first phase will consist of installation of a computer with message switching capability only, replacement of all terminals and refinement of circuitry presently assigned to Circuit C of the statewide teletype system. It is anticipated that approximately two months will be utilized on phasing Circuit C to the new environment. Circuits A, B and D are to be phased, in like order, and on a planned scheduled basis. We anticipate by the end of fiscal year 1972 all new circuitry and terminals will be completely operational on a real-time basis.

A grant is presently being prepared by the Criminal Justice Information and Communication System staff, assigned to the State Law Enforcement Division, requesting monies to support installation of the system. The total grant, including Federal and State share, is estimated to be approximately \$350,000. The Federal portion of the total grant will be approximately \$210,000. The \$210,000 will be utilized for purchase of message switching computer, necessary on-line storage to support file generation procedures, and a portion of circuitry and terminal costs.

The State matching share will consist of twelve months (1 July 1971 - 30 June 1972) salary of Criminal Justice Information and Communication System staff personnel, purchase of all office equipment, travel expenses, education of staff personnel, portions of circuitry and terminal costs and renovation of space for installation.

Anticipated Budget:

<u>FEDERAL SHARE</u>	<u>STATE SHARE</u>	<u>TOTAL</u>
\$210,000	\$140,000	\$350,000

Multi-Year Projection of Project Needs:

The multi-year projection included herein is a very rough estimate at this time. This is due to the fact that we received bids from manufacturers on 31 August 1970 and have not decided on a manufacturer at this time. Therefore, we can only approximate needs beyond fiscal year 1972. In addition, the State Highway Department is presently considering the possibility of modifying their installation to provide faster access to driver information. If this becomes a reality, a joint project between the Criminal Justice Information and Communication System staff and the South Carolina Highway Department could be submitted as early as July 1972. If this be true, the Federal portion of monies requested to support the total system would be much greater than originally anticipated for fiscal year 1972-1973.

However, in order for you to have estimated figures to be used for planning purposes, the following is submitted:

Fiscal Year 1972-1973:

Present plans indicate that an on-line, real-time communication system will be operational. The system will consist of approximately 75 terminals supported by approximately 15 circuits. The minimum qualifications for a police department or sheriff's office to qualify for a terminal would be service by that agency for a population of 7,500 people by a police force of at least 15 officers. If this becomes a reality, all but 2% of the police and sheriff's departments in the State of South Carolina would have access to on-line criminal information files. The criminal information files to be on-line by this time would include all NCIC related files (stolen property, stolen vehicle, wanted persons, etc.) and South Carolina Highway Department files (drivers license, vehicle registration).

The total grant, including Federal and State share, is estimated to be approximately \$450,000. The Federal portion of the total grant would be approximately \$276,000. The \$276,000 will be utilized as an on-line, real-time message switching and on-line storage computer, and 50% of circuitry and terminal costs. The State matching portion would consist of financial support for the entire Criminal Justice Information and Communication System staff, necessary operating and travel expenses, plus 50% of circuitry and terminal costs. The State portion is estimated to be \$184,000.

Fiscal Year 1973-1974:

Expansion of the system to include 15 additional terminals to support State Highway Patrol and an additional 11 to 13 circuits. Additional on-line storage to be added to computer system to allow for storage of criminal justice records. The criminal justice records to consist of approximately 1,000 characters per record for each individual who has committed a criminal offense. The type information to be retained concerning a criminal offender is presently (1970) being formalized by the Criminal Justice Information and Communication System staff.

The total grant, including Federal and State share, is estimated to be \$525,000. The Federal portion of the grant will be approximately \$315,000.

Fiscal Year 1974-1975:

Final establishment of Criminal Justice Information and Communication System. The final establishment of this system would indicate that the State would benefit by establishing a statewide Identification Bureau. This would mean that all law enforcement agencies (local and state) would supply information to the bureau regarding criminal offenders. The bureau would then supply to the information system the necessary data for computerization of criminal records. It would appear that establishment of a bureau would be an additional project over and above monies requested for Criminal Justice Information and Communication System. The total grant, including Federal and State share, is estimated to be approximately \$712,500. The Federal portion of the grant would be approximately \$427,500. As already indicated, this money would not include the establishment of a State Identification Bureau.

Fiscal Year 1975-1976:

It is anticipated that a total information system involving all herein mentioned files will be operational by this time. If a purchase option agreement is executed with a manufacturer, the computer installation will be close to being paid for. Federal assistance requested for this year and beyond could then be directed toward a more effective Identification Bureau.

Anticipated Budget (Fiscal Year)

<u>FEDERAL SHARE</u>	<u>STATE SHARE</u>	<u>TOTAL</u>
1971-1972 - \$210,000	1971-1972 - \$140,000	1971-1972 - \$350,000
1972-1973 - \$276,000	1972-1973 - \$184,000	1972-1973 - \$450,000
1973-1974 - \$315,000	1973-1974 - \$210,000	1973-1974 - \$525,000
1974-1975 - \$427,500	1974-1975 - \$285,000	1974-1975 - \$712,500
1975-1976 - \$427,500	1975-1976 - \$285,000	1975-1976 - \$712,500



STATE OF SOUTH CAROLINA
DIVISION OF TECHNOLOGY UTILIZATION

STATE BUDGET AND CONTROL BOARD

P. O. BOX 11333
COLUMBIA, S. C. 29202
803-758-3106

ROBERT E. McNAIR
GOVERNOR

JEROME V. BENNETT
DIRECTOR

November 10, 1970

Mr. P. C. Smith
State Auditor
P. O. Box 11333
Columbia, South Carolina 29202

Dear Pat:

Attached is the budget for the Division of Technology Utilization which I would like to purpose for your consideration even though it ignores completely our fiscal dilemma.

If you and the Governor would be available for a presentation I would appreciate the opportunity to do that on Friday afternoon of this week or anytime next week at your convenience.

Very truly yours,

A handwritten signature in cursive script, appearing to read "J. V. Bennett".

J. V. Bennett
Director

JVB:sc

Enclosure

Comm. in Alcoholism

Drug Proposal

September 17, 1970

Mr. F. E. McEachern, Jr., Director
Division of General Services
300 Gervais Street
Columbia, S. C. 29201

Dear Mr. McEachern:

With regard to your securing a plat of the property of the Department of Mental Health, it will be necessary that the Budget and Control Board formally approve the use of bond funds for this purpose.

This will be presented at the next meeting of the Board for its consideration.

Very truly yours,

P. C. Smith
State Auditor

PCS:dr

Copy to:
Dr. William S. Hall

899



STATE OF SOUTH CAROLINA
DIVISION OF GENERAL SERVICES
BUDGET AND CONTROL BOARD
300 GERVAIS STREET
COLUMBIA, S. C. 29201

FURMAN E. McEACHERN, JR.
DIRECTOR

BUILDINGS AND GROUNDS
DEPARTMENTAL SERVICES
INSURANCE FOR PUBLIC
BUILDINGS
PRINTING AND OFFICE
SUPPLIES
PURCHASING
SINKING FUNDS
SURPLUS PROPERTY
PROCUREMENT
STATE FIRE MARSHAL

August 27, 1970

Mr. P. C. Smith, State Auditor
P. O. Box 11333
Columbia, South Carolina 29211

Dear Mr. Smith:

You will recall that we have a project in progress to accumulate copies of deeds and plats for State-owned property held by the various agencies and institutions. In connection with our request to the Department of Mental Health I am enclosing a letter from Dr. Hall requesting the use of approximately \$ 20,000 from permanent improvement funds for necessary surveys to develop a comprehensive plat of the property held by his institution.

Frankly I do not see how a long range, or even immediate improvement program can be undertaken without accurate plats of all the property available for these purposes. I, therefore, concur in Dr. Hall's request and recommend that he be authorized to use permanent improvement funds for the surveys and plats.

With kind regards.

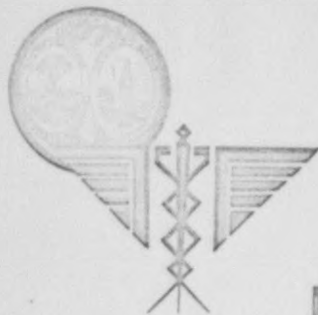
Very truly yours,

A handwritten signature in cursive script, appearing to read "F. E. McEachern, Jr.".

F. E. McEachern, Jr.
Director

FEMjr:lc
cc: Dr. William S. Hall
Enclosure

900



State of South Carolina
DEPARTMENT OF MENTAL HEALTH

2414 Bull Street
Columbia, S. C.
AREA CODE (803) 256-9911

MAILING ADDRESS:
P. O. Box 485
Columbia, S. C. 29202

WILLIAM S. HALL, M.D.
State Commissioner
of Mental Health

RAYMOND E. ACKERMAN, M.D.
Deputy Commissioner
Community Mental Health Services

ALEXANDER G. DONALD, M.D.
Deputy Commissioner
Educational and Research Services

JOHN G. MORRIS, JR.
Deputy Commissioner
Administrative Services

Mental Health Commission

C. M. TUCKER, JR., Chairman
Pageland

JOHN M. FEWELL, M.D.
Greenville

G. WERBER BRYAN
Sumter

W. G. EDWARDS, SR.
Columbia

WALTER H. SOLOMON
Charleston

J. C. BULL, M.D.
Spartanburg

BERNARD WARSHAW
Walterboro

August 19, 1970

RECEIVED

AUG 20 1970

DIVISION OF
GENERAL SERVICES

Mr. Furman E. McEachern, Jr.
Director, Division of
General Services
Budget and Control Board
300 Gervais Street
Columbia, S. C. 29201

Dear Mr. McEachern:

I have presented your request of July 31, regarding the establishment by your office of a "file system of all lands owned and/or leased by the State" to the Mental Health Commission. I pointed out at that time that many of the deeds, plats and leases were quite old and that copying them might result in considerable damage to these documents. In light of this, the Commission felt that providing your office with a plat of the lands and an open invitation for you to review the documents at any time would be the safest approach.

In order for us to provide this plat, it will be necessary for us to expend approximately \$20,000 to properly identify and document our portion. As you may be aware, an expenditure such as this from our budget at this time would be virtually impossible. Therefore, to expedite your request and provide us with a necessary management tool, I would appreciate any aid you might be able to provide in obtaining the Budget and Control Board's approval to use monies from our permanent improvement bonding system for said survey.

Yours very truly,

William S. Hall, M.D.
State Commissioner of Mental Health

WSH:CMH:ms

September 22, 1970

Honorable F. Earl Ellis, Director
Personnel Division
700 Knox Abbott Drive
Cayce, South Carolina 29033

Dear Earl:

This will acknowledge your letter regarding proposed policies for adoption by the Budget and Control Board regarding shift differentials.

We will try to have this discussed by the Board at some convenient time during the three weeks of budget hearings. I will, of course, let you know ahead of time in order that you can be present.

Very truly yours,

P. C. Smith
State Auditor

PCS:dr

STATE OF SOUTH CAROLINA
PERSONNEL DIVISION

F. E. ELLIS
STATE DIRECTOR



TELEPHONE
(803) 758-3334

700 KNOX ABBOTT DRIVE
CAYCE, SOUTH CAROLINA 29033

September 21, 1970

The Honorable P. C. Smith
Executive Secretary
State Budget and Control Board
P. O. Box 11333
Columbia, South Carolina 29211

Dear Pat:

The matter of the payment of salary differentials for evening and night shift work in the State service has become sensitive to the point that a policy with specific rules and regulations is needed in the overall Compensation Plan. Enclosed is a suggested statement of policy and rules governing salary differentials which permit the State Personnel Director, with the consent of the Budget and Control Board, to approve and control the payment of shift differentials on a state-wide basis as circumstances may justify.

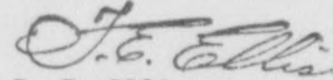
It has been standard practice for some years for the State-supported hospitals to pay differentials to registered nurses and licensed practical nurses who work permanent evening and night shifts. In July of this year the Medical University in Charleston extended the payment of differentials to all employees adhering to unusual work schedules in order to conform more closely to the practices of the hospitals in that area. More recently the Department of Mental Health has made inquiries about the payment of shift differentials to employees other than nurses in its hospitals and is incorporating into its budget for the next fiscal year an allocation of funds for this purpose. It is to be expected that other agencies which are required to provide services on a day and night basis will press for approval of salary differentials for their employees who are assigned to the late shifts.

Since this Division is committed to achieving and maintaining equity in pay among State employees, we feel that it is necessary to adopt and administer a uniform policy on salary differentials. To permit this significant aspect of compensation to be administered on a make-shift basis or unilaterally by the agencies themselves through default would result in distortions of the Pay Plan and would be grossly unfair to a large segment of State employees.

The Honorable P. C. Smith
September 21, 1970
Page 2

I urge favorable consideration by the members of the Budget and Control Board to this proposal and would welcome the opportunity to lend further explanation and justification to the Board.

Yours truly,



F. E. Ellis
State Director of Personnel

FEE/lj

Encl.

SALARY DIFFERENTIALS

When justified, the State Personnel Director, with the approval of the Budget and Control Board, may authorize the payment of a shift differential for employees regularly assigned to an evening or night shift and for employees employed on a rotating shift basis provided those employees on rotating shifts are paid the differential only when actually working on an evening or night shift.

When a shift differential is approved, the following rules for granting the pay differential shall apply:

- (1) The differential shall be treated as extra, premium pay and is not to be incorporated into the base pay of the employee. In no instance shall the base pay exceed the maximum rate of the pay range for the class.
- (2) Whenever the employee is reassigned to the day shift, or if the employee is reassigned to a position for which a shift differential has not been authorized, the differential (premium) pay shall be suspended.
- (3) The payment of a shift differential to an employee shall not affect that employee's eligibility for merit salary increases.

STATE OF SOUTH CAROLINA
PERSONNEL DIVISION

F. E. ELLIS
STATE DIRECTOR



TELEPHONE
(803) 758-3334

700 KNOX ABBOTT DRIVE
CAYCE, SOUTH CAROLINA 29033

September 24, 1970

The Honorable P. C. Smith
Executive Secretary
State Budget and Control Board
P. O. Box 11333
Columbia, South Carolina 29211

Dear Pat:

This Division has just received a copy of the Office of Contract Compliance Sex Discrimination Guidelines issued by the Secretary of Labor on June 9, 1970, to be effective immediately. Included in the text are the following statements:

(g) (1) Women shall not be penalized in their conditions of employment because they require time away from work on account of childbearing. When, under the employer's leave policy the female employee would qualify for leave, then childbearing must be considered by the employer to be a justification for leave of absence for female employees for a reasonable period of time. For example, if the female employee meets the equally applied minimum length of service requirements for leave time, she must be granted a reasonable leave on account of childbearing. The conditions applicable to her leave (other than the length thereof) and to her return to employment, shall be in accordance with the employer's leave policy.

(2) If the employer has no leave policy, childbearing must be considered by the employer to be a justification for a leave of absence for a female employee for a reasonable period of time. Following childbirth, and upon signifying her intent to return within a reasonable time, such female employee shall be reinstated to her original job or to a position of like status and pay, without loss of service credits.

You are aware of the fact that there is no State law or uniform State policy dealing with the subject of maternity leave. Such information as we have at hand indicates that few, if any, agencies have an internal policy authorizing leave for maternity reasons. It is the general practice to

The Honorable P. C. Smith
September 24, 1970
Page 2

require a pregnant female to resign at some specific time prior to the anticipated date of childbirth and with no guarantee of reinstatement other than a promise to reconsider for re-employment if a job is available which may or may not be in the same salary grade and range. One agency does specify that if a female employee is re-employed within a certain period of time, the unused sick leave which she had accumulated prior to her resignation will be restored.

It is clear from the Guidelines quoted above that a definite, uniform policy establishing leaves of absence for childbearing must be adopted at least for those agencies having Federal contracts and subject to the Executive Orders concerning Federal contract compliance. It is our opinion, however, that in order to provide fair and equitable treatment to all State employees, a maternity leave policy should be adopted for all agencies rather than for just a select few.

With this principle of equality in mind, we propose for the consideration of the Budget and Control Board the following regulation:

MATERNITY LEAVE

Employees Eligible and Maximum Amount

Maternity leave without pay may be granted to full-time or part-time permanent employees who have completed one year of service. Such leave without pay shall not exceed six months except when, in the discretion of the agency head, extenuating circumstances may justify a limited extension of the period of leave.

Employee Responsibility

The employee shall apply in writing to her supervisor for maternity leave without pay. She is obligated to return to duty within or at the end of the time granted or request in writing an extension of her leave giving reasons therefore. If she determines that she will not return to work, she should notify the agency immediately. Failure to report at the expiration of a leave of absence may be considered as a resignation.

Agency Responsibility

The decision to grant maternity leave is an administrative one and should be based upon a reasonable assurance that the employee will return to work. In approving a request for maternity leave, the agency assumes an obligation to reinstate the employee to the same position or one of equal status and pay. A position which is vacant by maternity leave may be filled, if necessary, only by a temporary appointment pending the return of the employee on leave. If the agency considers it essential to fill a position to become vacant by maternity leave with a permanent replacement, the employee requesting the

The Honorable P. C. Smith
September 24, 1970
Page 3

leave shall be notified in advance in writing and shall be given written notice that she will be reinstated to a position of equal status and pay.

Use of Accumulated Leave

The employee may be permitted to exhaust her accumulated annual leave, not to exceed 24 days, before being placed on leave without pay, or she may elect to receive a lump sum payment for her accumulated leave as of the date of going on maternity leave without pay.

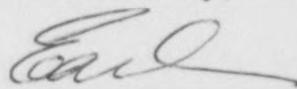
Sick leave may not be used for any absence attributable to maternity conditions. Sick leave may be used for absences due to illness unrelated to pregnancy.

Retention of Benefits

During the period of leave without pay for maternity purposes, the employee shall retain all accumulated sick leave, retirement status, and time earned toward the next merit salary increase; however, no benefits may be earned during the period of leave without pay.

We will proceed on the implementation of a maternity leave policy in accordance with the decision of the Budget and Control Board.

Yours truly,



F. E. Ellis
State Director of Personnel

FBH/lj

CHARLES D. BARNETT, Ph.D.
Commissioner
WALTER C. FRIES, Ed.D.
Deputy Commissioner



STATE OF SOUTH CAROLINA
DEPARTMENT OF MENTAL RETARDATION
2414 BULL STREET
COLUMBIA, SOUTH CAROLINA 29201

MENTAL RETARDATION COMMISSION
James B. Berry, M.D., Chairman
R. L. Plaxico, Vice Chairman
Mrs. Hallie B. Perry, Secretary
Richard Baker
Robert H. Lovvorn
Vince Moseley, M.D.
R. B. Robinson

October 20, 1970

The Honorable P. C. Smith
State Auditor
P. O. Box 11333
Columbia, South Carolina 29211

Dear Mr. Smith:

Following our telephone conversation of this date relative to the E-1's submitted in support of our proposed Pee Dee Diagnostic and Evaluation Unit, I wish to request that a revised expenditure of \$129,445 be authorized by the State Budget and Control Board from accounts 11069152 and 11069068 to match \$154,000 in available federal funds to cover equipment, architect fees, contingency and related expenses for this project.

I regret to request this further consideration of the Board which is made necessary by subsequent project analysis and more detailed cost projections.

Thank you for your assistance.

Cordially,

A handwritten signature in cursive script, reading "Charles D. Barnett".

Charles D. Barnett, Ph.D.
Commissioner

CDB/nd

75,000 App. Oct. 15



SOUTH CAROLINA COMMISSION ON HIGHER EDUCATION

RUTLEDGE BUILDING

1429 SENATE STREET

COLUMBIA, S. C. 29201

JAMES A. MORRIS
COMMISSIONER

October 26, 1970

TELEPHONE
803 / 758-2407

Mr. P. C. Smith
State Auditor
Wade Hampton Office Building
Columbia, South Carolina

Dear Pat:

I am enclosing a statement on state assisted student aid programs pursuant to our discussion the other day on the telephone. As I have indicated on this sheet, the law should be changed so that the Commission on Higher Education can administer the South Carolina Defense Scholarship Fund. In the interim, we should have authority from the Board in writing. We will continue to administer the Guaranteed Loan Program but I think we should appoint Colonel Bloss' committee formally rather than informally as we have done so far.

With kind personal regards.

Yours sincerely,

A handwritten signature in dark ink, appearing to be "James A. Morris", written over a horizontal line.

James A. Morris

JAM:btj

Enclosure

910

October 23, 1970

Review Of State-Assisted Student Aid Programs

S. C. Defense Scholarship Fund

The Fund was established by law (Pars. 22-57 and -58, 1967 Code Supplement) to provide required matching funds to state-supported institutions for three Federal programs. Each of the programs -- National Defense Student Loans, Health Professions Education Loans and Nurse Training Loans -- provides for direct loans by the college to the student. The Fund also provides deposits by each college with United Student Aid Funds, Inc., in that organization's College Reserve Program, each deposit creating a guarantee reserve enabling students at that college to secure loans from commercial lenders.

The law states that "..... The Budget and Control Board shall administer and allocate....." the Fund. We suggest that the law be amended to permit the CHE to do this; and that in the interim we have this authority in writing from the Board. The law also states that advances to the colleges are loans to be repaid as the Board directs: this may be changed to "as the Board and the CHE direct."

Guaranteed Loan Program

Passage of the Federal Higher Education Act of 1965 resulted in a grant of \$292,000 in "seed money" to South Carolina to establish a state-wide program of guaranteed loans to college students. The state did not establish its own guarantee agency to do this, whereupon the U. S. Office of Education entered into an agreement with United Student Aid Funds, Inc., depositing the South Carolina allocation with that agency and designating it as the state's guarantor agency. The Governor appointed, by letter, a "S. C. Student Aid Fund Committee", with Colonel A. M. Bloss of Clemson as Chairman, to monitor this arrangement for the state.

Lending activity by South Carolina banks in this program had, by mid-1968, depleted the guarantee capacity established by the original seed grants. When Colonel Bloss' committee called attention to this, the CHE elected, in effect, to continue the program by depositing state funds with USAF to replenish the guarantee reserve. This required the CHE to enter into a formal agreement with USAF and required the CHE to seek state appropriations for this purpose. This we have done. We deposited \$125,000 with USAF in this program last year, were allocated \$150,000 for this year, and are requesting \$200,000 for FY 71-72.

No change in state law is required. Colonel Bloss' committee is already reporting now to the CHE staff rather than to that of the Governor. It may be more tidy to have this new working arrangement formalized, however.

911-a

*Autism
let's discuss this
JAM*



SOUTH CAROLINA COMMISSION ON HIGHER EDUCATION

RUTLEDGE BUILDING
1429 SENATE STREET
COLUMBIA, S. C. 29201

JAMES A. MORRIS
COMMISSIONER

October 13, 1970

TELEPHONE
803 / 758-2407

Mr. P. C. Smith
State Auditor
P. O. Box 11333
Columbia, South Carolina 29211

*10/21
1) transfer made
2) Move to report on status of relationship
x Board & HEC in loan program.*

Dear Pat:

Acting on your oral instructions to me of some time ago, we have taken over administration of the South Carolina Defense Scholarship Fund. The state-supported institutions have submitted their fund requirements to us, and we have examined and approved these. For the three federally-assisted programs providing direct loans to students, state fund matching requirements are as follows:

<u>Programs</u>	<u>State Funds Required, FY 70-71</u>
National Defense Student Loans (8 insts.)	\$81,814.05
Health Education Loans (2 insts.)	12,795.34
Nurse Training Loans (3 insts.)	5,092.27
Total	\$99,701.66

As soon as we have received the Board's written authority to administer this program, we will disburse these amounts to the institutions.

Because the FY 1970-71 Appropriations Act failed to include any money for this Fund, we further request the Board's authority to transfer the total sum required above from our budgeted "Guaranteed Loan Program" item.

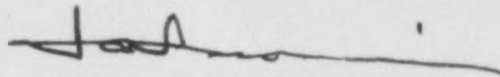
This latter sum --- \$150,000 for FY 1970-71 --- was appropriated for quite a different purpose: in accord with federal Higher Education Act of 1965 to create a state-assisted program of guaranteed loans from commercial lenders for South Carolina college students. The suggested transfer of the required matching funds and our prior action in depositing \$50,000 already this year with our loan guarantor

Mr. P. C. Smith
Page Two
October 13, 1970

agency will virtually deplete this budget item, leaving a balance of \$298.34. As of October 1, our guaranteed loan capacity in the CHE program was only about \$550,000. There is a possibility that some additional capacity may be required prior to June 30, but we will monitor this program closely in order to be able to request additional fund transfers should this become necessary.

We look forward to having the Board's approval of these suggested procedures as soon as possible.

Yours sincerely,



James A. Morris

brw



SOUTH CAROLINA DAIRY COMMISSION

1015 MAIN STREET
COLUMBIA, SOUTH CAROLINA 29201

CHARLES A. SHAW
DIRECTOR

TELEPHONE
(803) 756-2756

October 29, 1970

Honorable Robert E. McNair
Chairman, State Budget and Control Board
State House
Columbia, South Carolina

Dear Governor McNair:

The International Association of Milk Control Agencies holds its annual meeting each year in the home State or Province of the current president. I had the honor of being elected President of the Association for 1971 and the annual meeting will be held in Charleston next April.

The Association is composed of regulatory agencies (similar to our Commission) of the States, Canadian Provinces, and several foreign countries. We would like to host the meeting in a manner decorous to our State and in a way to make a lasting impression on the two hundred fifty to three hundred visitors expected. Hopefully, in turn, they would return home as ambassadors of good will for South Carolina.

In order to accomplish those objectives, we would like to request some financial assistance of the Budget and Control Board from any contingent funds that may be available for such purposes. We estimate, based on experiences of others where the meetings have been held, that a minimum of \$2,000 would be needed. This would enable us to hold registration fees to a minimum, which would enhance attendance, and would help insure a successful meeting.

A favorable response to our request would be greatly appreciated.

Respectfully yours,

Charles A. Shaw
Charles A. Shaw, Director
South Carolina Dairy Commission

cc: Members, Budget and Control Board
✓ State Auditor

E N D