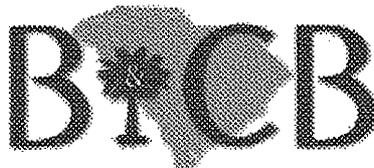


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GOVERNOR
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SC BUDGET AND CONTROL BOARD

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FRANK W. FUSCO
EXECUTIVE DIRECTOR

August 30, 2010

Dear Agency Directors and Chief Financial Officers:

I want to make you aware of Proviso 89.133 of the FY 2010-11 Appropriation Act dealing with Bank Account Transparency and Accountability. This proviso requires state agencies with composite reservoir bank accounts or other accounts containing public funds which are not included in the Comptroller General's Statewide Reporting and Accounting System or the South Carolina Enterprise Information System to prepare a report disclosing transaction information from the prior fiscal year. (See the attached proviso for the detail on the information to be reported). This report is due by October 1 and must be submitted to the Governor, the Chairman of the Senate Finance Committee, the Chairman of the House Ways and Means Committee, the State Treasurer, and the Comptroller General.

The proviso allows an agency to petition the Budget and Control Board for an exemption from the reporting requirements if release of the information would be detrimental to the state or agency. If your agency has an account you feel a Board exemption is required then submit your written request along with a detailed justification to the Office of State Budget by Wednesday September 8, 2010 for preparation of a Budget and Control Board agenda item for the September 29, 2010 meeting.

If you have any questions feel free to give me a call.

Sincerely,

A handwritten signature in black ink that reads 'Les Boles'.

Les Boles

Attachment

Cc Frank Rainwater
Frank Fusco
Mike Shealy
Beverly Smith

FY 2010-11 Appropriation Act

89.133. (GP: Bank Account Transparency and Accountability) Each state agency, except state institutions of higher learning, which has composite reservoir bank accounts or any other accounts containing public funds which are not included in the Comptroller General's Statewide Accounting and Reporting System or the South Carolina Enterprise Information System shall prepare a report for each account disclosing every transaction of the account in the prior fiscal year. The report shall be submitted to the Governor, the Chairman of the Senate Finance Committee, the Chairman of the House Ways and Means Committee, the State Treasurer, and the Comptroller General by October 1 of each fiscal year. The report shall include the name(s) and title(s) of each person authorized to sign checks or make withdrawals from each account, the name and title of each person responsible for reconciling each account, the year-end balance of funds in each account, and data related to both deposits and expenditures of each account. The report shall include, but not be limited to, the date, amount, and source of each deposit transaction and the date, name of the payee, the transaction amount, and a description of the goods or services purchased for each expenditure transaction. In order to promote accountability and transparency, a link to the report shall be posted on the Comptroller General's website as well as the agency's homepage.

If an agency determines that the release of the information required in this provision would be detrimental to the state or the agency, the agency may petition the Budget and Control Board to grant the agency an exemption from the reporting requirements for the detrimental portion. The meeting to determine whether an exemption should be granted shall be closed. However, the exemption may only be granted upon a majority vote of the Budget and Control Board in a public meeting.