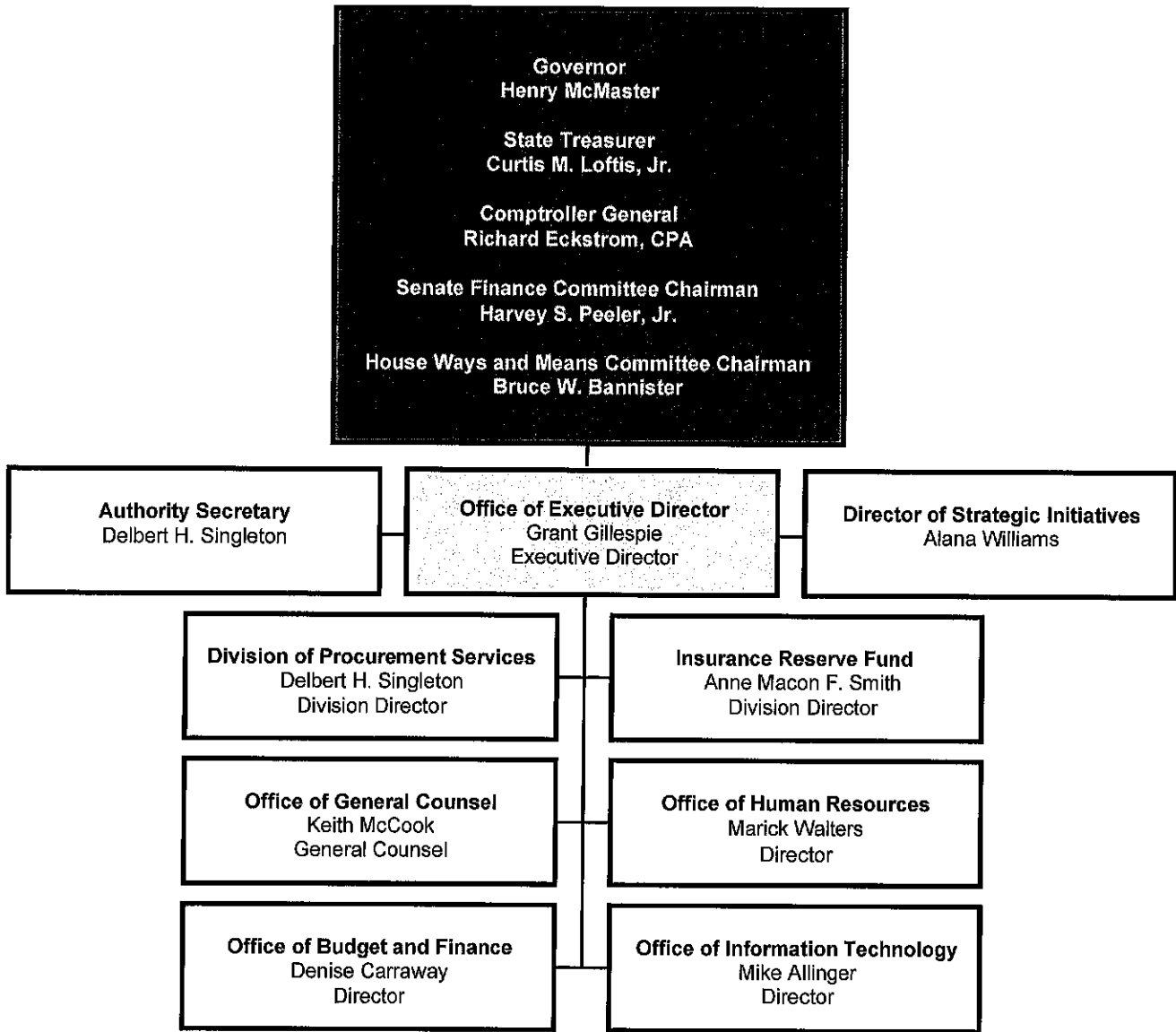


**State Fiscal Accountability Authority  
FY2023-24 Budget Request  
Key Officials**

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

# STATE FISCAL ACCOUNTABILITY AUTHORITY



June 2022

HENRY McMASTER, CHAIR  
GOVERNOR  
CURTIS M. LOFTIS, JR.  
STATE TREASURER  
RICHARD ECKSTROM, CPA  
COMPTROLLER GENERAL



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

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

January 10, 2023

**Agency Overview:**

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

**Mission:**

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

**Budget Request Summary:**

The State Fiscal Accountability Authority (SFAA) is not requesting a change to State Appropriated funds (General Fund). SFAA is requesting an increase in the number of FTEs by 9 and an increase in authorization to expend Other Funds of \$736,648 for the personnel costs and employer contributions associated with the nine positions.

**Proviso Requests:**

The State Fiscal Accountability Authority did not request any changes to provisos for FY2023-2024.

FY 23-24 Budget Priorities Summary

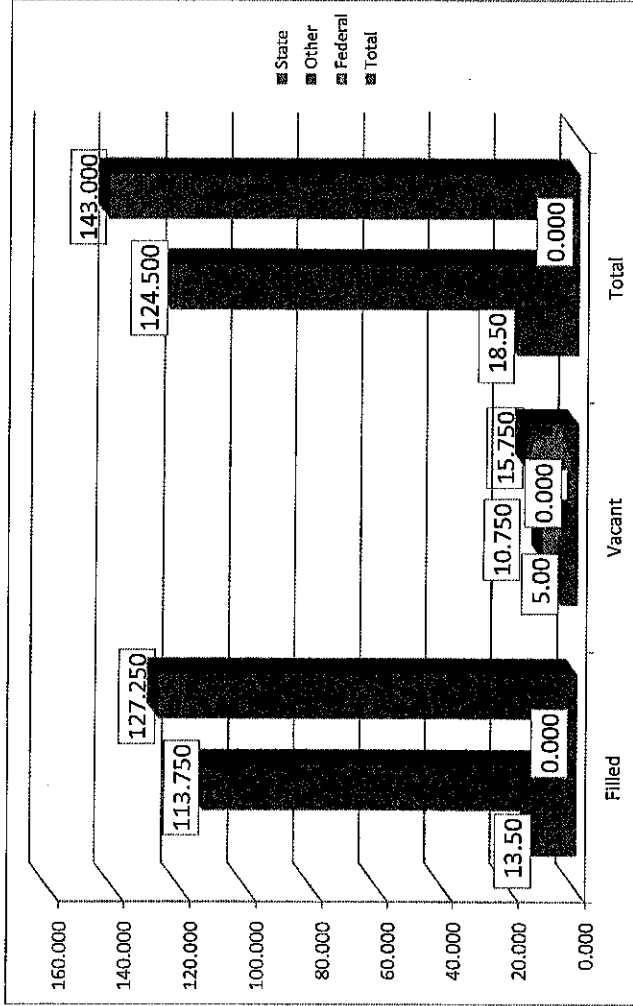
Budget Priorities		Agency Name																		
Priority No.	Priority Type (recurring/ non-recurring/ other funds adjustment/ federal funds adjustment)	Priority Title	Priority Description	Funding					FTEs											
				Recurring	Non - Recurring	Other	Federal	Total	State	Other	Federal	Total								
1	Other Funds	SCORF Board Support	Establish two Classified FTEs designated to provide administrative support for the SCORF Board. Costs will be reimbursed by SCORF received and designated by the SCORF Board.		164,760						164,760						2			2
2	Other Funds	EProcurement	Establish two Classified FTEs to support the EProcurement initiative.		174,160						174,160						2			2
3	Other Funds	Audit	Establish 2 Classified FTEs to conduct audits of certified state agencies and colleges and universities in compliance with regulations.		174,158						174,158						2			2
4	Other Funds	Procurement Services	Establish two Classified FTEs to enable contract administration and market research for the number of IT Statewide contracts and for an administrative support position to address/coordinate FOIA requests and responses in a timely manner and within established deadlines.		164,760						164,760						2			2
5	Other Funds	Procurement Services- Operations Support	Establish a position to meet agency procurement manager needs and provide administrative support to multiple service areas of Procurement, including the vendor portal and other administrative and operational duties.		58810						58810						1			1

Constitutional Subcommittee Proviso Request Summary FY 2023-24 State Fiscal Accountability Authority				
Proviso # in FY 22-23 Act	Renumbered FY 23-24 Proviso #	Proviso Title	Short Summary	Agency Recommended Action (keep, change, delete, add)
104.1	104.1	SFAA: Procurement of Art Objects	Directs that any purchase of art objects such as paintings, antiques, sculptures, or similar objects above \$1,000 be reviewed and approved by the Arts Commission. Exempts the State Museum, the Confederate Relic Room, and Hunley Commission from the proviso.	Keep
104.3	104.2	SFAA: Public Procurement Unit	Authorizes private, non-profit corporations that provide free medical care to participate as a local public procurement unit in the Minnesota Multi State Contracting Alliance for Pharmacy (MMCAP) cooperative purchase.	Keep
104.4	104.3	SFAA: Insurance Coverage for Aging Entities Authorized	Authorizes the IRF to offer insurance coverage to an aging entity and its employees serving clients countywide which previously obtained its tort liability insurance coverage from the IRF.	Keep
104.5	104.4	SFAA: IRF Report	Directs the SFAA to prepare a report on the prior fiscal year utilization of the IRF. Report shall include for each transaction the amount, recipient of the funds, date of the transfer or payment, and the action or reason that necessitated the transfer. Report should be submitted to the President Pro Temp, Speaker of House, SFC Chair and WMC Chair.	Keep

Proviso # in FY 22-23 Act	Renumbered FY 23-24 Proviso #	Proviso Title	Short Summary	Agency Recommended Action (keep, change, delete, add)
59.9	59.9	AG: Public Official Attorney Fees	Requires the IRF to pay up to \$50,000 of opposing attorney's fees and court costs when the Attorney General defends a public official.	
117.21	117.21	GP: Organizations Receiving State Appropriations Report	Requires each organization that receives funds from the appropriations act to report by November 1st, to the agency from which the funds were received, of how the funds will be used. When requested by SFAA, the State Auditor will review/audit organizations.	Keep
117.41	117.41	GP: Sole Source Procurements	Directs the SFAA to evaluate and determine whether the written determinations, explanations, and basis for sole source procurements (§11-35-1560) and emergency procurements (§11-35-1570) are legitimate and valid reasons for awarding non-competitive contracts.	Keep
117.53	117.53	GP: FEMA Flexibility	Authorizes any appropriation designated as state share for federally declared disaster and unallocated funds from established state accounts may be used for the purpose of state share for federally declared disasters. Further, authorizes the 5-member SFAA to borrow from any internal accounts to maximize the federal match.	Keep
117.79	117.79	GP: Bank Account Transparency and Accountability	Requires agencies that have composite reservoir bank accounts to prepare a report of all transactions of the account to be submitted to SFAA by Oct. 1st.	Keep

# State Fiscal Accountability Authority

## FY 2022-2023 Authorized FTEs



State Fiscal Accountability Authority

	State	Other	Federal	Total
Filled	113.750	127.250	13.50	143.000
Vacant	10.750	15.750	5.00	18.50
Total	124.500	143.000	18.50	163.000

STATE FISCAL ACCOUNTABILITY AUTHORITY			
SUMMARY OF CARRY FORWARD AND CURRENT CASH BALANCES			
FISCAL YEAR 2022 CARRYFORWARD TO 2023			
Office / Description			Balance 6/30/2022
Fund			
<b>Insurance Trust Funds</b>			
<i>Insurance Reserve Fund</i>			
*	IRF Trust Fund	4161	595,169,861
*	Insurance Reserve Fund Administration	4144	842,510
*	Sale of Assets	3958	20,746
<i>Second Injury Fund</i>			
*	SIF Trust Fund	4260	217,409,882
*	SIF Administration	4799	44,123
*	Sale of Assets	3958	75
Subtotal			813,487,196
<b>Funds Held as Agent for Other Governmental Units or Persons</b>			
Ordinary Sinking Fund		4154	
Subtotal			-
<b>Business Operations Financed by User Charges</b>			
<i>Procurement Services Division</i>			
General Fund		1001	44,008
Operating Revenue-External Grant		3035	15,046
Special Operating		3417	9,978,573
Sale of Assets		3958	660
Subtotal			10,038,287
<i>SFAA-Administration</i>			
Special Operating		3417	286,156
Sale of Assets		3958	140
Subtotal			286,296
<b>Grand Total</b>			<b>823,811,780</b>
* Indicates those funds that are subject to Federal repayment.			