



**EXECUTIVE BUDGET**  
**STATE OF SOUTH CAROLINA**

*FISCAL YEAR 2026-27*

**HENRY DARGAN McMASTER**  
**GOVERNOR**

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HENRY DARGAN McMASTER  
GOVERNOR

January 12, 2026

To the People of South Carolina and Members of the General Assembly:

I submit to you my Executive Budget for Fiscal Year 2026-2027.

South Carolina's booming economy has once again created a large budget surplus, this year creating \$2.7 billion in unexpected new revenue.

Every day, employers are creating new jobs, entrepreneurs are opening new businesses, and companies are investing and expanding here. Since 2017, we have announced over \$53.7 billion in new capital investment and almost 100,000 new jobs in South Carolina.

According to the U.S. Bureau of Economic Analysis, South Carolina recorded the highest economic growth (GDP) of any state in the nation for the first quarter of 2025. For the third consecutive year, the influential trade magazine Area Development ranked our state the second best for doing business.

Last year, we announced over \$8.9 billion in new capital investment and more than 7,300 new jobs in both rural and urban South Carolina.

Notable economic development announcements included:

- Eaton Corporation in Union will invest \$340 million and create 700 new jobs.
- Isuzu in Greenville will invest \$280 million and create 700 new jobs.
- Homanit USA in Clarendon will invest \$250 million and create 300 new jobs.
- Hampton Lumber in Allendale will invest \$225 million and create 125 new jobs.
- SODECIA AAPICO in Orangeburg will invest \$120 million and create 392 new jobs.
- Woodward in Spartanburg will invest \$200 million and create 27 new jobs.
- ElringKlinger in Pickens will invest \$68.5 million and create 294 new jobs.

There are many reasons why our state continues to enjoy widespread success recruiting and expanding jobs and investment. Our state government is in superior fiscal shape, its laws and policies are business friendly. The state's income tax is shrinking every year, while our population

continues to grow. Investments in education, public safety and workforce training are paying off. We are preserving and protecting our lands, natural resources and cultural heritage for future generations. And our infrastructure and energy demands are being met with planning, foresight, and commitment.

South Carolina's future prosperity requires that we constantly work to create, innovate and improve our efforts in each of these endeavors.

We have made tremendous progress improving our roadways with major projects under construction in every corner of the state. Currently there are almost \$7 billion in active projects underway across the state, up from \$2.7 billion in 2017. Much of that progress is a result of four years' worth of state budget appropriations totaling \$1.4 billion for new construction and improvements to state-owned roads, bridges, highways, and interstates.

However, nationally and here in South Carolina, inflationary construction and labor cost increases now threaten to create crippling delays and busted budgets for major road construction projects currently underway and those soon to break ground.

My Executive Budget recommends an appropriation of \$1.1 billion in new surplus money to keep current and future construction projects moving and on schedule despite inflationary cost increases.

An example of how inflationary cost increases have impacted the South Carolina Department of Transportation (SCDOT) is the number miles of two-lane highway which can be paved using one penny of the state's gas tax: In 2017, SCDOT could pave 114 miles; in 2025, SCDOT could only pave 87 miles.

According to SCDOT Secretary Justin Powell, three prime examples of current construction costs that have increased from 2022 to today are:

- The widening of I-26 between Charleston and Columbia: \$2.02 billion to \$3.03 billion, or a 50% increase
- The widening of I-95 from the Georgia border to Point South: \$977 million to \$2.27 billion, or a 132% increase
- Carolina Crossroads (Columbia's Malfunction Junction): \$2.062 billion to \$2.751 billion, or a 33% increase

Additional funds will also help SCDOT move forward with getting additional interstate widening projects shovel ready in the next few years, including I-85 in Anderson and Oconee counties and I-77 in York and Chester counties.

In addition to inflation, South Carolina's major infrastructure systems and essential government services are struggling to support and keep up with the explosive and unrestrained population growth happening across the state. Last year, the U-Haul rental company ranked South Carolina as the number one destination for their moving trucks and vans.

Left unaddressed, the state may face future problems with water and sewer access, traffic congestion, road and bridge repair, demand for electric power generation, public safety, school overcrowding and healthcare availability.

The time has come, and we must start now, to conduct a thorough analysis and study to determine if our state's infrastructure and government services will be able to keep pace if population growth continues unrestrained.

This Executive Budget includes a proviso directing the Office of Revenue and Fiscal Affairs to issue a request for information (RFI) to identify the scope, expectations, and costs for developing one or more comprehensive analyses to measure the impacts of the 10 and 20-year projected population growth on South Carolina's infrastructure and essential government services.

South Carolina government currently maintains its largest rainy day reserve fund balance and low amounts of general obligation debt. In 2022-2023 my Executive Budget began recommending that we maintain a "rainy-day" fund balance of no less than 10% of the total General Fund revenues each year.

To maintain that balance, I am recommending that a total of \$1.4 billion be set aside and placed in the State's "rainy day" fund. Saving money instead of spending it has served our state well – and ensures that we will always be prepared for future economic uncertainties.

Until a few years ago, South Carolina had the highest personal income tax rate in the Southeast and the 12th highest in the nation. No more.

Five years ago, I signed into law the largest income tax cut in state history. As a result, South Carolina taxpayers have kept an additional \$1.275 billion of their hard-earned money. My Executive Budget continues to cut the state's income tax an additional \$107.2 million, by dropping the rate from 6% to 5.9%.

And we don't need to stop at 5.9% – we should continue cutting or eliminating the personal income tax rate as much as we can, and as fast as we can.

Educating our children is the most important thing we do. Our future prosperity requires that we continue the remarkable progress we have made in raising teacher pay.

Eight years ago, the minimum starting salary of a teacher in South Carolina was \$30,113 and the average teacher salary was below the Southeastern average. At that time, I proposed that we begin raising the minimum starting teacher salary, as much as possible each year, with the goal of raising it to at least \$50,000 by 2026.

This year, my Executive Budget recommends spending \$150 million of the budget surplus to continue raising the minimum starting teacher salary, going from \$48,500 to \$50,500. This represents a 68% increase since 2017. South Carolina's required minimum starting teacher salary continues to exceed that of both Georgia and North Carolina.

In addition, as the minimum salary for new teachers has risen, so has the average salary of a public school teacher in South Carolina, reaching \$64,050 last year, which has exceeded the Southeastern average every year since 2021.

Since the statewide expansion of the full-day four-year-old kindergarten program (4K) starting in the 2021-2022 school year, enrollment in the program offered in public schools, private childcare centers, and private schools, has increased significantly.

This may turn out to be the most important investment that we have made in early childhood education. Statistics show that a child from a low-income household enrolled in a state-funded, full-day 4K program, is more likely to be ready for kindergarten than their peers who did not participate.

Today, 18,411 students are enrolled in the program, which is a 30% increase since the program was expanded. Currently, every public school district in the state, except one, is offering full-day four-year-old kindergarten for children from low-income households with an annual income that is at or below 185% of federal poverty guidelines.

Enrollment has also grown at the private day care and private school providers participating in the program. According to the Office of First Steps there are currently 1,899 classroom slots available at these private providers.

To fill these available classroom slots, this Executive Budget includes an appropriation of \$9.9 million to the Office of First Steps to expand enrollment eligibility to children from households with an annual income that is at or below 300% of the federal poverty guidelines. As an example, a family of four with a household income of \$96,450 would be eligible.

Recently, the State of Arkansas began offering free breakfast to all public school students – regardless of household income. I propose that South Carolina do the same.

Research studies have documented that children who eat breakfast daily are better prepared to learn in the classroom. Eating breakfast improves their cognitive performance, attention, memory, and behavior – thereby improving their academic performance.

My Executive Budget recommends an appropriation of \$8.7 million in new money, which the South Carolina Revenue and Fiscal Affairs (RFA) estimates will fund 4.1 million meals, sufficient to provide a daily breakfast for every public school student in the state.

The Education Scholarship Trust Fund provides scholarships to eligible low-income parents so they can choose the type of education environment and instruction that best suits their child's unique needs. Last year, the General Assembly increased the minimum number of scholarships required to be funded in this year's state budget from 10,000 to 15,000. They placed no cap on the number of scholarships that may be funded above 15,000.

Due to the popularity of the program, my Executive Budget recommends expanding the number of funded scholarships to 20,000 with an appropriation of \$61.4 million in new money, which will also increase the scholarship award amount from \$7,500 to \$7,634.

Placing an armed, certified school resource officer (SRO) in every school, in every county, all day, every day, has been one of my top priorities as governor. At my request, the General Assembly began funding a grant program administered by the Department of Public Safety, to provide school districts with funds to hire more resource officers for our state's 1,283 public schools.

The grant program has been very successful and has more than tripled the number of schools with an officer assigned to a school, going from 406 in 2018 to 1,181 in 2025.

In last year's budget, and at my request, the General Assembly provided the final full-funding necessary to place a full-time SRO in all 1,283 public schools statewide. While it is no longer necessary to request an appropriation of new money for the program, this Executive Budget maintains the current level of annual funding at \$56.2 million.

Access and affordability to higher education for every South Carolinian is essential to ensuring that our state has the trained and skilled workforce to compete for jobs and investment in the future. That means we must invest to make all higher education – our colleges, universities, and technical colleges – accessible and affordable for the sons and daughters of South Carolina.

This year marks the seventh consecutive year that I will propose that we freeze college tuition for in-state students with an appropriation of \$39.2 million. To receive funds from this appropriation, each institution is required to certify that there will be no in-state tuition or mandatory fee increase for the 2026-2027 academic year.

A uniform formula is used to calculate and appropriate tuition freeze funds for each institution. The formula considers the total tuition and fees charged the previous year to undergraduate in-state students, multiplied by the 2025 Higher Education Price Index (HEPI) of 3.7%, multiplied by the total number of in-state undergraduate students, to arrive at an amount for each school.

In the 12th edition of *The State of Facilities in Higher Education* published in 2025, it was revealed that the deferred capital renewal costs on higher education campuses in the United States have increased to more than \$140 per gross square foot, a 2% increase from the prior year.

In South Carolina there are 35,516,676 total square feet of assignable space in our public colleges and universities, which equates to \$4.9 billion in potential deferred maintenance costs.

My Executive Budget recommends appropriating \$81.7 million in one-time funds for deferred maintenance and critical capital building projects on the campuses of our public colleges and universities, and \$40.3 million for the state's technical college campuses.

The formula used to calculate each appropriation is based on each school's fall 2025 in-state enrollment reported to the Commission on Higher Education (CHE). Each college and university

receives \$1,000 for each in-state undergraduate student enrolled in the fall of 2025; the technical colleges \$500.

For the sixth year in a row, my Executive Budget proposes providing \$80 million in state lottery funds for need-based grants so that every South Carolinian who qualifies for financial aid – as measured by federal Pell Grants – has sufficient state financial assistance to attend any in-state public college, university, or technical college. Students at private, independent, and historically black colleges and universities will receive an additional \$20 million for Tuition Grants and assistance as well.

I am also recommending funding for a new need-based college scholarship, the Meeting Street Scholarships, using \$15 million in new one-time funds. These funds will help leverage private donations to provide a \$10,000 annual college scholarship up-to four years, for academically prepared, Pell Grant eligible, in-state students to attend an eligible South Carolina college or university.

Once again, I will renew my call for the General Assembly to fund and authorize a systemic review of our state's 33 public institutions of higher education, to be procured by the Department of Employment and Workforce. The goal is to make sure we are preparing to meet our state's future workforce needs.

This study will address the sustainability, accessibility, and affordability, as well as provide an assessment of the need for consolidation of existing physical space, programs, certificates, and degrees offered at our public colleges and universities, as compared to the projected workforce needs of our state in the future.

To address the high demand for skills, training, and knowledge, this Executive Budget once again provides \$95 million in lottery funds for South Carolina Workforce Industry Needs Scholarships (SC WINS) through the South Carolina Technical College System.

This very successful program has provided over 120,000 South Carolinians with scholarships to cover the cost of tuition and required fees at any of our technical colleges to earn a post-secondary or industry credential in high-demand careers like manufacturing, nursing, computer science, information technology, transportation, logistics, or construction.

The Medical University of South Carolina (MUSC) estimates that South Carolina's incidence of cancer rate for adults ages 18 and over will be 18% between 2023 and 2028, surpassing the national growth rate of 12%. And, over the next 15 years, cancer rates are projected to increase by 30%.

This Executive Budget recommends \$115 million for the creation of a new National Cancer Institute (NCI) designated Comprehensive Cancer Hospital at MUSC. With this important designation, MUSC will be able to deliver best-in-class cancer care and cutting-edge clinical trials for all South Carolinians, including those in rural and underserved communities.

In the last two years, we completed the most significant government restructuring and accountability effort in over thirty years – bringing direct gubernatorial accountability to the actions of our largest state healthcare service delivery agencies.

This restructuring was also necessary because a comprehensive review and analysis by outside experts concluded that South Carolina had the most fragmented, siloed, and lowest ranked health and human service delivery system in the nation.

Our people with physical disabilities, special needs and mental health issues who were seeking assistance were often required to navigate through a confusing maze of offices, agencies, and officials as they sought help for a loved one or dependent.

The first step of our restructuring effort came two years ago, when the commission run Department of Health and Environmental Control was dissolved and was statutorily reconstituted as two new gubernatorial cabinet agencies – the Department of Public Health and the Department of Environmental Services.

Then a year later, the commission run Department of Mental Health, and the Department of Disabilities and Special Needs were dissolved and reconstituted, along with the Department of Alcohol and Other Drug Abuse Services, into a new gubernatorial cabinet agency, the Department of Behavioral Health and Developmental Disabilities.

My Executive Budget recommends that almost \$100 million be appropriated to these new cabinet agencies as they work to improve and modernize access to healthcare delivery services for the South Carolinians who depend on them.

Our State's landscapes, natural resources, farms, history and culture are unsurpassed in this nation. In recent years, we have provided funds, time, and attention to identify and purchase significant and endangered properties for preservation and conservation.

Since 2017, we have preserved almost 229,000 acres of historically or environmentally significant lands, including the State's largest conservation easement in history, which last year permanently protected 62,000 acres in the Pee Dee region of the state.

We have also deployed floodwater mitigation projects such as flood reduction infrastructure, voluntary buyout of homes in flood-prone areas, and have developed plans and studies to identify and understand flooding issues.

Once again, my Executive Budget recommends that significant funds – \$68 million – be appropriated to the Conservation Land Bank, the Department of Natural Resources, the Office of Resilience, and the Forestry Commission for the purposes of identifying and preserving culturally or environmentally significant or endangered properties, and also for flooding mitigation efforts.

In addition, I am recommending the Conservation Land Bank receive \$3 million for the purpose of awarding voluntary conservation easements to preserve working agricultural farms and forested

land for future generations of farmers. To date, 1,650 acres have been preserved using these easements.

To keep South Carolinians safe, we must maintain a robust law enforcement presence – and properly “fund the police.”

A few years ago, we tasked the South Carolina Department of Administration with conducting a comprehensive analysis of law enforcement pay within state government. This effort was aimed at ensuring salaries are competitive to attract and retain top-tier talent.

As a result, and each year since, South Carolina's law enforcement officers have received substantial pay raises – some as high as 52% in the last three years. My Executive Budget continues our investment in our state law enforcement professionals by providing an additional \$10.7 million for pay raises and for the hiring of new agents and officers.

I renew my call for the General Assembly to provide a \$2,000 state income tax credit for every active-duty law enforcement officer, firefighter, first responder, and emergency medical technician employed by a public entity. This nonrefundable tax credit will provide a total of \$45 million in income tax relief for those who put their lives on the line each day to protect and serve the public.

This Executive Budget also creates a \$35 million equipment grant program for our state's 46 sheriffs administered by the Department of Public Safety. To be eligible, the sheriff or a member of their command staff must have completed, be enrolled in, or attest to future enrollment in, the Excellence in Policing and Public Safety Program at the University of South Carolina Law School.

In addition, I recommend the Department of Corrections be appropriated \$58.89 million for pay raises, new staff hires, deferred maintenance, inflationary operating costs, and technology upgrades at our state's 21 prisons.

Last year, in the wake of Hurricane Helene, I proposed that the General Assembly create and fund the South Carolina Public Assistance (PA) program to be administered by the South Carolina Emergency Management Division (SCEMD). This grant program allows local governments, public utilities, nonprofit, and charitable aid organizations to apply for disaster recovery funds – funds that were either denied by the federal government or did not meet federal FEMA thresholds. This year, I am recommending the program receive an appropriation of \$20 million in one-time funds.

In conclusion, by thinking big, by being bold, and by making these transformative investments, I believe we will set our state on a course that will provide the opportunity for prosperity, success, and happiness for generations of South Carolinians.

Let us continue working together. I believe in South Carolina, I believe in America, and I believe the best is yet to come.

Yours very truly,



Henry Dargan McMaster

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# Budget Process

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## Preparing the FY 2026-27 Budget

July 2025	<ul style="list-style-type: none"><li>• Governor's Office began to develop instructions and templates for the upcoming fiscal year.</li></ul>
August	<ul style="list-style-type: none"><li>• Executive Budget Office (EBO) transmitted instructions and templates to state agencies and universities.</li></ul>
September	<ul style="list-style-type: none"><li>• Agencies submitted their requests to EBO, which distributed copies to Governor's Office, plus House and Senate staffers.</li></ul>
October	<ul style="list-style-type: none"><li>• Governor's Office met with agencies and universities to discuss their requests.</li></ul>
November	<ul style="list-style-type: none"><li>• Board of Economic Advisors (BEA) released the revenue estimate upon which the Governor's Executive Budget is based.</li></ul>
December	<ul style="list-style-type: none"><li>• Governor's Office analyzed budget requests and prepared budget drafts.</li></ul>
January 2026	<ul style="list-style-type: none"><li>• Governor releases FY 2026-27 Executive Budget.</li><li>• House Ways and Means Subcommittees begin formal deliberations.</li></ul>
February	<ul style="list-style-type: none"><li>• Full House Ways and Means Committee takes up the budget.</li></ul>
March	<ul style="list-style-type: none"><li>• BEA revises its revenue forecast.</li><li>• House of Representatives debates and passes the budget.</li></ul>
April	<ul style="list-style-type: none"><li>• Senate Finance Committee begins its deliberations.</li><li>• Senate debates and passes the budget.</li></ul>
May	<ul style="list-style-type: none"><li>• Conference Committee convenes.</li><li>• House and Senate adopt Conference Committee report.</li></ul>
June	<ul style="list-style-type: none"><li>• Governor acts on budget; General Assembly takes up any vetoes.</li></ul>

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# Executive Budget Summary FY 2026-27



## **GENERAL GOVERNMENT & TAX RELIEF**

### ***FY 2026-2027 HIGHLIGHTS***

- \$107.2 million in individual income tax relief by cutting the top rate from 6.0% to 5.9%
- \$36.7 million for the State Health Plan and no employee premium increase for the 14th consecutive year
- \$20 million nonrecurring funds for the South Carolina Public Assistance Program for disaster relief

### ***AGENCY RECOMMENDATIONS***

#### **Accelerating Tax Relief**

- \$107.2 million in recurring and nonrecurring funds to cut the top rate for individual income tax from 6.0% to 5.9%.

#### **Aid to Subdivisions**

- \$321.2 million recurring funds to fully fund the Local Government Fund, an increase of \$15.3 million or 5%;
- \$79.8 million recurring and nonrecurring funds to create a dedicated fund for Aid to Fire Districts.

#### **Department of Administration (Admin)**

- \$6.2 million recurring and nonrecurring funds to create an Office of Statewide Data.

#### **Department of Motor Vehicles (DMV)**

- \$4.5 million nonrecurring funds for armored car transportation contracts at branch offices.

### **Public Employee Benefit Authority (PEBA)**

- \$36.7 million recurring funds for the State Health Plan with no resulting employee premium increase.

### **Department of Archives & History**

- \$3.0 million nonrecurring funds for Historic Building Preservation Grants;
- \$2.0 million nonrecurring funds for the South Carolina American Revolution Sestercentennial Commission.

***Tax Relief.*** Reducing taxes on the hardworking people of South Carolina remains a top priority of Governor McMaster. In 2022, the Governor called for and signed into law the Comprehensive Tax Cut Act, delivering the largest income tax cut in state history and incrementally lowering the top marginal individual income tax rate from 7.0% to 6.0%. To date, \$1.275 billion in income taxes have been eliminated, allowing taxpayers to keep more of their hard-earned money.

Thanks to disciplined budgeting, conservative fiscal management, and a booming economy, South Carolina reached the target 6.0% income-tax rate ahead of schedule last year. But the work is not finished. As competition among states intensifies, South Carolina must continue to reduce the income tax to stay competitive.

To build upon this progress, the Executive Budget cuts the top individual income tax rate from 6.0% to 5.9%.

***Rainy-Day Savings.*** South Carolina's strong financial position is the direct result of disciplined budgeting and a strong commitment to saving for the future. In his Fiscal Year 2022-2023 Executive Budget, Governor McMaster called upon the General Assembly to maintain a balance of no less than 10% of the State's General Fund revenues in two rainy-day accounts to protect its citizens and the State against economic downturns.

By saving rather than overspending, the State has built the largest rainy day reserve balance in history.

Consistent with this fiscally responsible approach, the Executive Budget recommends setting aside a total of \$1.4 billion – equal to 10% of actual Fiscal Year 2024-2025 General Fund revenues of \$14,057,743,518 – into the General Reserve Fund and the Capital Reserve Fund.

General Reserve Fund (7%)	\$ 984,042,046
Capital Reserve Fund (3%)	<u>\$ 421,732,306</u>
Total:	\$ 1,405,774,352

***Disaster Relief.*** Last year, the Governor recommended and the legislature approved creation of the South Carolina Public Assistance Program, a state, public assistance program within the South Carolina Department of Emergency Management (SCEMD) to support disaster recovery for localized hazard events that do not meet the thresholds for a federal disaster declaration. The Public Assistance Program was partially funded in the current fiscal year. This Executive Budget recommends \$20 million nonrecurring funds for the program to allow SCEMD to reimburse state agencies, county and local governments, and utilities for eligible costs. The State must always be prepared.

***State Health Plan.*** This Executive Budget recommends \$36.7 million for the State Health Plan to annualize the 4.6% employer only rate increase that went into effect January of 2026. There is no employer or employee increase recommended by the South Carolina Public Employee Benefit Authority (PEBA) for Fiscal Year 2026-2027. This budget marks the 14th consecutive year without an increase in employee premiums.

The State Health Plan, however, continues to experience growth in claims expenditure above historic norms, occurring in both medical and pharmacy settings. Between January and September of 2025, there was a 7% increase in medical payments per member over the same period in 2024. On the pharmacy side, pharmacy expenditures are up 9.5% per member year-over-year through the first nine months of 2025. Regarding specialty pharmacy, pre-rebate, specialty medication spending is up 15% per member through September over the same period last year, while non-specialty spending is up 4.1% per member in 2025 over 2024. This Executive Budget recommends a proviso that PEBA request cost containment reviews by all third-party administrators of the medical, dental, behavioral health, vision, and prescription drug plans to stem the rising costs of the State Health Plan.

***Office of Statewide Data.*** This Executive Budget recommends the establishment of an Office of Statewide Data (OSD) in the Department of Administration. OSD will be led by a Chief Data Officer (CDO) with the primary role to improve the management, transparency, and utilization of state data across all state agencies. The CDO's primary role will be to oversee data governance, data analytics, and the effective use of data to improve public policy, enhance citizen services, and foster transparency in state operations.

The CDO will establish a framework for effective data sharing and management, create an infrastructure for future data-driven initiatives, and ensure that public services are more efficient and transparent for all citizens. The CDO will evaluate data silos within state agencies, drive innovation, and lead to a more coordinated, data-driven government. The development of a comprehensive, long-term statewide data strategy will guide how state government manages, governs, shares, protects, and uses data across all state agencies. Data coordination is the essential foundation for the effective use and implementation of artificial intelligence which can lead to cost-efficiencies in state government.

Currently, over 40 states have a formal Chief Data Officer or equivalent. Neighboring states including Georgia, North Carolina, Tennessee, Virginia and Florida have a dedicated CDO and support staff. In Virginia, the CDO launched a substance use analytics platform which integrates multiple state databases to support efforts to address opioid and substance use challenges.

Georgia established a comprehensive cloud-based platform to consolidate multiple state datasets: including healthcare claims, child welfare, opioid statistics, and infrastructure data. This has enabled state leaders and agencies to make data-driven policy decisions while promoting government transparency and operational efficiency.

***Aid to Fire Districts.*** State law requires that certain insurance premium tax revenues be designated for local fire departments. Under the current process, a portion of the insurance premium tax revenues are deposited in the State's General Fund and disbursed to counties by a line-item appropriation in the budget called "Aid to Fire Districts." This line-item appropriation includes revenue from the fire department premium tax and 25% of the State's portion of the broker's premium tax.

The problem is that the amount distributed to local fire departments has increased annually for several years, but the line-item appropriation in the budget has not increased. The result has been a shortfall that must be made up at the end of the fiscal year by surplus General Fund revenues. In essence, the Aid to Fire Districts line-item is an open-ended authorization.

Proviso 117.213 of the 2025-2026 General Appropriations Act required the South Carolina Revenue and Fiscal Affairs (RFA) Office, in conjunction with the Executive Budget Office, to develop and submit options to address the open-ended status of the Aid to Fire Districts appropriation. To ensure that the revenues are distributed to local fire departments as required by state law, this Executive Budget creates a dedicated fund for Aid to Fire Districts. Rather than collecting the General Fund revenues and allocating the funds through the line-item appropriation or using surplus General Fund revenues, the insurance premium taxes are deposited into this fund. This Executive Budget allocates \$79.8 million in recurring and nonrecurring General Funds to fund the program.

***Cultural Agency Support.*** The Executive Budget proposes funding recommendations for agencies that support our shared culture, arts, and history.

This year marks the 250th anniversary of the Declaration of Independence. It was here in South Carolina where the Revolutionary War was won with over 400 battles and skirmishes fought in our State.

To commemorate the anniversary of the American Revolution and South Carolina's role in securing independence, our State has created and invested in the South Carolina American Revolution Sestercentennial Commission. Since Fiscal Year 2021-2022, the legislature has appropriated \$20.5 million in nonrecurring funds to the Sestercentennial Commission. The recurring budget for the Commission is currently \$6.9 million. This Executive Budget recommends an additional \$2 million in nonrecurring funds to support their work.

In addition, this Executive Budget recommends \$3 million in nonrecurring funds to the Department of Archives and History for the Historic Building Preservation Grants Program, which supports historic preservation projects benefitting local communities through the physical repair and rehabilitation of South Carolina's historic buildings.

***Ethical and Transparent Government.*** South Carolinians must trust their representatives, and the State's representatives must demonstrate they are deserving of that trust.

In 2012, the South Carolina Commission on Ethics Reform was created with former Attorney General Travis Medlock and Governor McMaster serving as co-chairs. The Commission made a series of ethics reform recommendations, some of which have been implemented, and some of which have not. Governor McMaster's continued goal is to see each ethics reform recommendation enacted.

This Executive Budget proposes that anyone paid to influence decisions made by county, city, town councils, and school boards should be required to register as a lobbyist, just as they are required to do so at the state level.

The Executive Budget also includes a proviso directing South Carolina ETV (SCETV) to prioritize state funds appropriated to the State's public educational broadcasting network for the broadcast, transmission of programming, content, or information provided to the general public for the purpose of increasing local, state, and regionally-produced news, educational, cultural, sports, entertainment, and state government transparency programming.

***Adoption of Shared Services.*** The Department of Administration offers state agencies support services in such areas as human resources, fiscal management, information technology (IT), and procurement. These shared services save money and improve efficiency, especially in IT.

The Department of Administration provides a variety of secure, reliable, and cost-effective IT shared services and infrastructure that empower state agencies to deliver more responsive services to the citizens of South Carolina.

An additional five agencies will be migrating to IT Shared Services in the next two years:

- Department of Behavioral Health and Developmental Disabilities
- Department of Public Safety
- Department of Employment and Workforce
- Department of Labor, Licensing and Regulation
- State Library

This Executive Budget includes \$13.9 million in additional recurring and nonrecurring state funds for technology shared services.

***Future Infrastructure Needs.*** South Carolina's rapid population growth requires thoughtful, long-term planning to ensure government services and infrastructure keep pace. To better understand the impacts of continued growth, this Executive Budget includes a proviso directing the Revenue and Fiscal Affairs Office to issue a request for information (RFI) to identify the scope, expectations, and costs for developing one or more comprehensive analyses to measure the impacts of the 10 and 20-year projected population changes.

These analyses will assess how in-migration and demographic trends affect major infrastructure systems and essential government services including water and sewer, roads and bridges, electric

and gas utilities, and services such as public safety and healthcare. This forward-looking approach will allow the State to plan strategically, prioritize investments, and evaluate future needs to ensure taxpayer dollars are being utilized to their maximum benefit.



## **EDUCATION**

### ***FY 2026-2027 HIGHLIGHTS***

- \$150 million increase in State Aid to Classrooms to increase the minimum starting salary for teachers from \$48,500 to \$50,500 and every cell in the State Minimum Teacher Salary Schedule by \$2,000
- \$61.4 million for the Education Scholarship Trust Fund
- \$605.6 million investment in undergraduate scholarships and grants
- \$39.2 million for tuition mitigation to freeze in-state tuition rates for a seventh consecutive year
- \$8.7 million to provide free, nutritious breakfast to any student who wants one

### *AGENCY RECOMMENDATIONS*

#### **South Carolina Department of Education (SCDE)**

- \$150 million increase in State Aid to Classrooms through the General Fund and Education Improvement Act (EIA) recurring revenues to increase the minimum starting teacher salary from \$48,500 to \$50,500 and to increase every cell in the State Minimum Teacher Salary Schedule by \$2,000;
- \$61.4 million for the Education Scholarship Trust Fund - \$41.4 million in recurring general funds and \$20 million in lottery revenues;
- \$50 million in EIA recurring and surplus revenues for instructional materials;
- \$20 million in EIA surplus revenues for school safety grants;
- \$15 million in EIA recurring revenues for summer reading camps for first and second graders who are not on track to be reading on grade level by the end of third grade;
- \$9.9 million in EIA surplus revenues to expand full-day 4K in private centers that have available slots for children whose family income is 300% or less of the federal poverty guidelines;
- \$8.7 million in EIA revenues to provide free, nutritious breakfast to any student who wants one;
- \$5 million in EIA surplus revenues funds for Phase 3 of a strategic compensation model for educators;

- \$5 million in nonrecurring general funds to purchase school buses.

### **Post-Secondary Student Scholarships and Grants**

- \$299.1 million investment in lottery scholarship programs (LIFE, HOPE, Palmetto Fellows);
- \$95 million lottery and nonrecurring general fund dollars for SCWINS at the South Carolina Technical College System;
- \$80 million lottery funds for need-based grants;
- \$53 million for lottery tuition assistance at two-year institutions;
- \$20 million lottery funds for Tuition Grants;
- \$15 million for Meeting Street College Scholarships;
- \$10 million lottery funds for Nursing Initiative;
- \$6.2 million lottery funds for National Guard tuition repayment program;
- \$3.5 million lottery funds for College Transition Program scholarships for students with special needs.

### **Higher Education**

- \$81.7 million nonrecurring general funds for deferred maintenance and critical capital projects at the research universities, four-year comprehensive universities, and two-year branches of the University of South Carolina system;
- \$39.2 million recurring general funds for tuition mitigation.

### **Technical College System**

- \$40.3 million nonrecurring general funds for deferred maintenance and critical capital projects;
- \$20 million nonrecurring general funds for high demand job skill training equipment;
- \$10 million nonrecurring general funds for readySC.

***Teaching and Learning.*** S.C. Code Ann. § 59-1-50 defines the educational objectives for all students in our State: students who graduate from a public high school should have the knowledge, skills, and characteristics to be college, career, and citizenship ready.

To achieve these objectives, Governor McMaster recommends investing in the following:

***Teachers.*** Among school-related factors, research documents that teachers matter the most when it comes to student academic performance in reading and mathematics.

When Governor McMaster took office in 2017, the minimum starting teacher salary was \$30,113. In 2022, the Governor set a goal that the minimum starting salary would be at least \$50,000 by 2026. This Executive Budget accomplishes that goal by increasing State Aid to Classrooms by \$150 million using General Fund and Education Improvement Act (EIA) revenues. The funds will raise the minimum starting teacher salary from \$48,500 to \$50,500 and

increase all cells in the current State Minimum Teacher Salary Schedule by \$2,000. Raising the minimum starting salary to \$50,500 equates to a 68% increase in the past nine years.

As the beginning salary for teachers increases, so do the wages for all teachers paid at or above the State Minimum Teacher Salary Schedule. As the following chart documents, the average teacher salary in South Carolina in school year 2024-2025 was \$64,050, exceeding the Southeastern average teacher salary of \$61,749. The average teacher salary in South Carolina for school year 2025-2026 will be reported next fall.

School Year	SC Beginning Minimum Teacher Salary	SC Actual Average Teacher Salary	Southeastern Average Teacher Salary
2017-2018	\$30,113	\$50,182	\$50,750
2018-2019	\$32,000	\$50,882	\$51,713
2019-2020	\$35,000	\$53,329	\$52,963
2020-2021	\$35,000	\$53,185	\$53,431
2021-2022	\$36,000	\$54,814	\$54,774
2022-2023	\$40,000	\$57,520	\$57,341
2023-2024	\$42,500	\$60,763	\$59,595
2024-2025	\$47,000	\$64,050	\$61,749
2025-2026	\$48,500		\$63,085

Sources: Office of Revenue and Fiscal Affairs and Annual General Appropriation Acts.

According to the National Education Association's annual *Teacher Salary Benchmark Reports*, in school year 2017-2018 South Carolina ranked 47th nationally in the average starting salary for a teacher with a bachelor's degree. In school year 2023-2024, South Carolina ranked 30th nationally.<sup>1</sup> Ratings for school year 2024-2025 will be released in the spring of 2026.

To attract, reward, and retain high-performing teachers, this budget also recommends the following:

- \$5 million in surplus Education Improvement Act (EIA) revenues for Phase 3 of the strategic compensation pilot program, which has been supported in the prior two Executive Budgets. This program allows schools to compensate educators above and beyond their salary and benefits for exemplary student academic growth; and
- \$1.4 million in EIA revenues for piloting a Teacher Career Ladder compensation model for teachers that retains high-quality teachers in the classroom and broadens their impact beyond the walls of their classroom. The program will establish leadership pathways that compensate and advance effective teachers, creating a rewarding environment that retains top teaching talent while improving the teacher workforce and benefitting students.

<sup>1</sup> <https://www.nea.org/resource-library/educator-pay-and-student-spending-how-does-your-state-rank>

**Healthy Students.** Research studies have documented that children who eat breakfast are better able to concentrate and pay attention in school. Consequently, the research shows a positive effect of breakfast on cognitive performance, including attention, memory, academic performance, and classroom behavior. This Executive Budget includes \$8.7 million in EIA revenues to ensure that all children, regardless of their income, can have a free breakfast every day during the school year. According to an analysis by the South Carolina Revenue and Fiscal Affairs Office, this funding will provide over 4.1 million meals annually. By implementing this recommendation, South Carolina will join states such as Arkansas that offer free breakfast to all students.

**School Safety.** Governor McMaster has made protecting students, teachers, and school staff a top priority, positioning South Carolina as a national leader in school safety. In 2018, when Governor McMaster began calling for an armed, certified, full-time school resource officer (SRO) in every public school, only 406 schools had an SRO. In last year's budget, the General Assembly provided the final funding necessary to support an SRO in all 1,283 public schools statewide.

Since funding became available in July, the South Carolina Department of Public Safety (SCDPS) has worked hard to place full-time SROs in 75 additional schools, bringing the total to 1,181 schools now staffed with a full-time SRO. SCDPS continues working with school districts to fill the remaining positions. With full funding available, this Executive Budget does not include new funding for SROs, but maintains the current recurring appropriation of \$56.2 million to sustain the program and preserve the progress already achieved.

<b>Fiscal Year</b>	<b>Number of Full-Time SRO Positions in Public Schools</b>	<b>State Recurring Appropriations</b>
2018-2019	406	\$2,000,000
2019-2020	No data reported by SC Department of Education	\$11,935,000
2020-2021*	714	\$11,935,000
2021-2022	879	\$18,935,000
2022-2023	982	\$18,935,000
2023-2024	1,109	\$33,102,500
2024-2025	1,106	\$35,102,500
2025-2026	1,181	\$56,233,747

\*Department of Public Safety took over the administration of the program.

The number of full-time SROs includes SROs funded with state appropriations and local revenues.

To further strengthen school safety, this Executive Budget also includes \$20 million in surplus EIA revenues for the School Safety Grants Program. Successfully secured by Governor McMaster in each of the past three fiscal years, these grants provide school districts with resources for critical safety upgrades, including enhancing classroom and internal door locks, securing school entry points, window covers, bulletproof glass, and more.

**High Quality Instructional Materials.** This Executive Budget recommends \$10 million in EIA revenues and \$40 million in surplus EIA revenues for the purchase of instructional materials as requested by the South Carolina Department of Education in the following subject areas:

- Algebra 1 Materials - \$1 million
- Computer Education - \$3 million
- Maintenance of Orders with many in consumables like elementary mathematics, cursive writing, K-5 science, and K-5 social studies - \$30 million
- One-year extension for instructional materials that must be extended for one year while academic standards are being updated - \$16 million.

**Summer Reading Camps.** Act 114 of 2024 extended summer reading camps in school year 2025-2026 to first grade students who are not exhibiting grade-level reading proficiency. The early literacy skills that students need to have include phonemic awareness and the knowledge of letter names and sounds. Early interventions like summer reading camps can assist students in being on track for third grade reading proficiency. This Executive Budget recommends \$15 million in additional EIA funds for summer reading camps to serve an estimated 14,000 additional first and second graders who are not on track to be reading on grade level by the end of third grade. Parents have the option of enrolling their first or second grader in the summer reading camps.

**Education Scholarship Trust Fund.** Act 11 of 2025 amended the law regarding the Education Scholarship Trust Fund. For school year 2025-2026 the program was limited to 10,000 scholarship students. Beginning in school year 2026-2027 the program must be made available to at least 15,000 students. The law also requires the scholarship amount to be increased by the percentage increase in the average per pupil funding from state sources as provided by the Office of Revenue and Fiscal Affairs. The Office of Revenue and Fiscal Affairs has calculated that the scholarship amount should be increased from \$7,500 to \$7,634.

Due to the popularity of the program, this Executive Budget recommends \$20 million in lottery revenues and \$41.4 million in recurring General Fund revenues to fund 20,000 scholarships through the Education Scholarship Trust Fund.

**Early Learning and Kindergarten Readiness.** In 2021, Governor McMaster proposed funding for the statewide expansion of the full-day four-year-old kindergarten program and the General Assembly agreed. This investment in early childhood education continues to improve kindergarten readiness. A child in poverty who participates in the Child Early Reading and Development Education Program (CERDEP), the state-funded, full-day four-year-old kindergarten (4K) program offered in a public school, private childcare center, or private school is more likely to be ready for kindergarten than a peer who does not participate.

**Percentage of Children Entering Kindergarten Ready to Learn**

Fall	All Children	Children who Participated in CERDEP	Children in Poverty who did NOT Participate in CERDEP
2018	37%	36%	N/A
2019	39%	39%	N/A
2020	27%	21%	18%
2021	36%	33%	24%
2022	38%	41%	27%
2023	38%	37%	27%
2024	39%	35%	25%

N/A – Not available.

Enrollment in the program continues to increase. For school year 2026-2027, there are 18,411 children enrolled in the program, which is a 30% increase since the program was expanded statewide in school year 2021-2022. Now, with the addition of Beaufort County School District, Horry County Schools, and Clover School District (York 2) this school year, all but one school district in the state participates in the program.

**Enrollment in State-Funded Full-day 4K Program by Type of Provider**

<b>Fiscal Year</b>	<b>Private Providers (First Steps)</b>	<b>Public Providers (SCDE)</b>	<b>Total</b>
2017-2018	1,945	9,789	11,734
2018-2019	2,458	9,812	12,270
2019-2020	2,455	10,609	13,064
2020-2021	2,131	7,822	9,953
2021-2022	2,731	11,476	14,207
2022-2023	3,178	13,706	16,884
2023-2024	3,628	13,853	17,481
2024-2025	3,758	14,020	17,778
2025-2026 *	3,871	14,540	18,411

\* Enrollment for Fiscal Years 2017-2018 through 2024-2025 is based on actual reimbursements for instructional costs. Enrollment for Fiscal Year 2025-2026 is based on fall 2025 enrollments and monthly payments to school districts.

South Carolina must continue to expand access to this program while improving the quality of instruction. To this objective, the Executive Budget includes \$9.9 million in surplus EIA revenues for the Office of First Steps to expand enrollment to children whose annual family income is 300% or less of the federal poverty guidelines, which is \$96,450 for a family of four. Currently, there exist approximately 1,899 available slots in 4K classrooms in private centers who are participating in the program. By expanding eligibility, more children and families can take advantage of this program. In addition, the Education Oversight Committee (EOC), which annually evaluates this program, will be required to determine if space exists in public schools to expand the program.

**Sustainability, Access, and Affordability in Higher Education.** According to a 2023 report by the Georgetown University Center on Education and the Workforce (CEW), by 2031, 72% of all jobs nationally will require at least some postsecondary education and training beyond high school.<sup>2</sup> These requirements differ by state. For South Carolina, the CEW estimates that 64% (1,547,000 jobs) will require some postsecondary training beyond high school in 2031.

The CEW also projects for South Carolina that between 2021 and 2031, an average of 278,000 job openings will be created annually in South Carolina both from new jobs and jobs that come open for other reasons, most frequently retirement. This is how the vacancies will break down by education level:

- 179,000 of these annual job openings will be for workers with postsecondary credentials.
- 74,000 of these annual job openings will be for those with a high school diploma.
- 25,000 of these annual job openings will be for those with less than a high school diploma.

Given the increased demand for South Carolinians to have a high-quality postsecondary degree or credential, the Executive Budget includes a proviso requiring the Coordinating Council for Workforce Development at the Department of Employment and Workforce to procure a study to determine if our State's higher education system and the postsecondary degree programs provided are meeting the current and future workforce needs of the State. This is the third year Governor McMaster has recommended this study.

**Tuition Mitigation.** To meet these workforce demands, South Carolina must continue its collaborative efforts to make public college and universities – technical, comprehensive, and research – more affordable and accessible for all South Carolinians.

This Executive Budget freezes college and university tuition for in-state resident students for the seventh consecutive year. The budget recommends \$39.2 million for tuition mitigation.

If the objective is to freeze tuition and mandatory fees at the current year's level for in-state undergraduate students, then the Executive Budget again proposes the following methodology to calculate and appropriate funds for tuition mitigation to each public college and university using the Higher Education Price Index (HEPI). HEPI measures inflation for colleges and universities and covers operational costs of colleges and universities, including salaries and fringe benefits for faculty, administration, and other employees, utilities, supplies and materials.

$$\begin{aligned} & (\text{Total Tuition and Fees Charged to Undergraduate In-State Students}) \times 3.7\% \text{ (HEPI)} \times \\ & (\text{Total Number of In-State Undergraduate Students}) = \text{Tuition Mitigation} \end{aligned}$$

The number of in-state, undergraduate students was the fall 2025 headcount by institution as provided by the Commission on Higher Education. In exchange for receiving these funds, each

<sup>2</sup> After Everything – Projections of Jobs, Education, and Training Requirements Through 2031. [file:///H:/FY2026-27/Unemployment%20Rates/Projections\\_2031-State-Report.pdf](file:///H:/FY2026-27/Unemployment%20Rates/Projections_2031-State-Report.pdf)

institution agrees that there is no in-state tuition or mandatory fee increase for the 2026-2027 academic year. In this Executive Budget, the tuition mitigation funds are allocated accordingly with the Medical University of South Carolina (MUSC) receiving an allocation of \$6 million, which is in line with the other research universities:

<u>Institution</u>	<u>Recurring Dollars</u>
The Citadel	\$ 802,683
Clemson University	\$ 8,050,890
College of Charleston	\$ 2,338,525
Coastal Carolina University	\$ 1,894,992
Francis Marion University	\$ 1,429,116
Lander University	\$ 1,589,609
South Carolina State University	\$ 918,290
USC - Columbia	\$ 8,621,090
USC - Aiken	\$ 1,191,584
USC - Upstate	\$ 1,884,698
USC - Beaufort	\$ 718,401
USC - Lancaster	\$ 676,464
USC - Salkehatchie	\$ 208,057
USC - Sumter	\$ 501,405
USC - Union	\$ 424,223
Winthrop University	\$ 1,937,656
Medical University of South Carolina	<u>\$ 6,000,000</u>
Total	<b>\$ 39,187,683</b>

**Deferred Maintenance and Critical Capital Projects.** The 12th edition of *The State of Facilities in Higher Education* published in 2025 revealed that the deferred capital renewal costs on higher education campuses in the United States have increased to over \$140 per gross square foot, a 2% increase from the prior year. In South Carolina there are 35,516,676 total square feet of assignable space in our public colleges and universities, which equates to \$4.9 billion in potential deferred maintenance costs.

The Executive Budget recommends \$1,000 for every in-state undergraduate student to be used for deferred maintenance and critical capital projects. The Executive Budget recommends \$9.2 million for MUSC to reflect in-state undergraduate students as well as the unique mission of MUSC. This formula results in \$81.7 million in nonrecurring funds to the following institutions for deferred maintenance and critical capital projects.

<u>Institution</u>	<u>Nonrecurring Dollars</u>
The Citadel	\$ 1,651,000
Clemson University	\$14,111,000
College of Charleston	\$ 5,049,000
Coastal Carolina University	\$ 4,400,000
Francis Marion University	\$ 3,461,000
Lander University	\$ 3,672,000
South Carolina State University	\$ 2,244,000

USC - Columbia	\$18,364,000
USC - Aiken	\$ 3,007,000
USC - Upstate	\$ 4,434,000
USC - Beaufort	\$ 1,818,000
USC - Lancaster	\$ 2,419,000
USC - Salkehatchie	\$ 744,000
USC - Sumter	\$ 1,793,000
USC - Union	\$ 1,517,000
Wintrop University	\$ 3,746,000
Medical University of South Carolina	<u>\$ 9,236,000</u>
Total	<b>\$ 81,666,000</b>

For the South Carolina Technical College System, the Executive Budget recommends \$500 for every in-state undergraduate student, which equates to \$40.3 million for deferred maintenance and critical capital projects to the 16 technical colleges.

**Scholarships and Grants.** Lottery proceeds and investment earnings are currently projected to be \$30 million less than the amount appropriated in the current fiscal year. Consequently, this Executive Budget prioritizes lottery revenues on scholarships and grants that assist students in earning a postsecondary degree, which include the following:

- \$228.2 million in lottery revenues for LIFE scholarships, \$61.3 million in lottery revenue for Palmetto Fellows Scholarships, and \$9.5 million in lottery revenue for HOPE scholarships;
- \$95 million in lottery revenue and nonrecurring general funds for the South Carolina Workforce and Industrial Needs Scholarship (SCWINS) program;
- \$80 million in lottery revenue for need-based grants to provide tuition assistance;
- \$53 million in lottery revenue for tuition assistance at two-year institutions;
- \$10 million in lottery revenue for the continuation of the Nursing Initiative;
- \$6.2 million in lottery revenue for the National Guard Tuition Repayment Program; and
- \$3.5 million in lottery revenue for the College Transitions Programs, which provide scholarships for South Carolina residents with intellectual disabilities to complete a postsecondary education program, which includes academic coursework and career exploration, thereby preparing them for independent living and employment.

For students attending private colleges and universities, the Executive Budget recommends \$20 million in lottery dollars for Tuition Grants. Tuition Grants are awarded to eligible South Carolina students attending a private college or university in our State and can only be used toward the payment of tuition. In the 2024-2025 academic year, 12,975 financially and academically eligible students received South Carolina Tuition Grants. The maximum Tuition Grant increased to \$5,000 for the 2025-2026 academic year.

This Executive Budget also recommends \$15 million in nonrecurring general funds for the Meeting Street College Scholarships. These funds will leverage private donations to ensure that South Carolina students in all 46 counties who are academically prepared and who are eligible for

a federal Pell Grant can receive up to \$10,000 annually for four years to attend an eligible South Carolina college or university.



## **ECONOMIC DEVELOPMENT, INFRASTRUCTURE, AND WORKFORCE**

### ***FY 2026-2027 HIGHLIGHTS***

- \$1.1 billion in funds for roads, bridges, and interstates
- \$95 million to support workforce industry needs scholarships (SCWINS)
- \$20 million for high demand job skill training equipment
- \$10 million for readySC

### *AGENCY RECOMMENDATIONS*

#### **Department of Transportation (SCDOT)**

- \$1 billion in nonrecurring and \$100 million in recurring funds for roads, bridges and interstate projects.

#### **Department of Parks, Recreation and Tourism (PRT)**

- \$25 million nonrecurring funds for state parks maintenance;
- \$6.5 million nonrecurring funds for sports marketing grants;
- \$6 million nonrecurring funds for Welcome Centers construction projects;
- \$5.1 million recurring funds to operate the State's Welcome Centers;
- \$4 million nonrecurring funds for beach renourishment grants.

#### **Technical College System**

- \$95 million lottery and nonrecurring funds for South Carolina Workforce Industry Needs Scholarships (SCWINS);
- \$20 million nonrecurring funds for high-demand job skill training equipment;
- \$10 million nonrecurring funds for readySC to support training needs for companies.

**Economic Development.** South Carolina's strong and resilient economy is the direct result of Governor McMaster's commitment to pro-business policies that encourage investment and job creation. In fact, South Carolina recorded the highest GDP growth in the country in the first quarter of 2025, according to the U.S. Bureau of Economic Analysis. Since 2017, the Governor has announced more than 99,000 new jobs and over \$53.7 billion in capital investment, demonstrating sustained economic momentum across the State.

That success has accelerated in recent years. In 2024, South Carolina recorded one of the best years for economic development in state history, with \$8.2 billion in capital investment and 5,500 new jobs announced. This followed the second-best year in 2023 and the strongest year on record in 2022. Just as importantly, companies already operating in South Carolina continued to reinvest in the State, announcing more than \$5.3 billion in capital investment through expansion projects in 2024 alone – evidence of their confidence in the State's workforce and business climate.

This momentum carried into 2025, with over \$8.9 billion in capital investment and more than 7,300 new jobs announced across both rural and urban counties. Some of the largest economic development announcements include:

- Eaton Corporation in Union will invest \$340 million and create 700 new jobs.
- Isuzu in Greenville will invest \$280 million and create 700 new jobs.
- Homanit USA in Clarendon will invest \$250 million and create 300 new jobs.
- Hampton Lumber in Allendale will invest \$225 million and create 125 new jobs.
- SODECIA AAPICO in Orangeburg will invest \$120 million and create 392 new jobs.
- Woodward in Spartanburg will invest \$200 million and create 27 new jobs.
- ElringKlinger in Pickens will invest \$68.5 million and create 294 new jobs.

National rankings continue to affirm the effectiveness of the Governor's approach. In 2025, Area Development ranked South Carolina second in the nation for *Best State for Doing Business* for the third consecutive year. South Carolina continues to lead the nation in business incentive programs, site availability, and site readiness, which are key factors that drive job creation and capital investment, proving that the State is well prepared for continued economic prosperity.

**Infrastructure.** As South Carolina continues to attract new businesses and families at a record pace, the State's infrastructure must keep up with demand. Reliable roads, bridges, and interstates are essential to economic competitiveness, public safety, and quality of life, and meeting rising demand requires sustained investment.

Over the last several years, South Carolina has made tremendous progress improving its transportation system, with major projects underway in every corner of the State. In the past four years alone, Governor McMaster and the General Assembly have approved state budgets that included \$1.4 billion for new construction and improvements to state-owned roads, bridges, highways, and interstates. As a result, nearly \$7 billion in transportation projects are currently under construction statewide, up from \$2.7 billion in 2017.

The South Carolina Department of Transportation (SCDOT) reports that in year eight of the Ten-Year Plan the following progress has been made:

- Advancing to construction 1,209 miles of rural road safety projects, which has seen a 20% reduction in fatalities and serious injuries on corridors where projects have been completed;
- Putting under contract 10,017 miles of paving, getting work underway on approximately one-quarter of the State's 41,000-mile highway system;
- Replacing and rehabilitating 456 bridges to deal with South Carolina's rapidly aging bridge inventory and addressing closures and load postings. These efforts have been bolstered by one-time \$200 million appropriations in both FY 2024-2025 and FY2025-2026;
- Delivering on 121 miles of interstate improvement projects including completing improvements on I-85, I-20, and I-26 while also advancing the widening of I-26 between Charleston and Columbia, improving I-95 at the Georgia border, and untangling Malfunction Junction in Columbia. The efforts on I-26 and I-95 were accelerated thanks to the General Assembly's appropriations in FY 2022-2023 of \$453 million in America Rescue Plan dollars and \$133 million in nonrecurring General Fund dollars.<sup>3</sup>

Despite these accomplishments, rapid and unprecedented inflation threatens future progress. For example, SCDOT reports that when the Ten-Year Plan was adopted in FY 2017-2018, SCDOT could pave 114 miles of two-lane highway with one penny of the gas tax (\$34-\$36 million). In FY 2024-2025, SCDOT could only pave 87 miles of two-lane highway with one penny of the gas tax.

According to SCDOT, three prime examples of current construction budgets facing inflationary cost increases are:

- The widening of I-26 between Charleston and Columbia from \$2.02 billion to \$3.03 billion, or a 50% increase;
- The widening of I-95 from the Georgia border to South Point from \$977 million to \$2.27 billion, an increase of 132%; and
- Carolina Crossroads (Columbia's Malfunction Junction) from \$2.062 billion to \$2.751 billion, or a 33% increase.

SCDOT also has new interstate widening projects scheduled to break ground in the next few years, including I-85 in Anderson and Oconee counties and I-77 in York and Chester counties.

To advance major strategic initiatives and offset the impact of inflation, this Executive Budget recommends a total increase of \$1.1 billion for our State's roads, bridges and interstates. Of these funds, \$100 million are recurring funds and \$1 billion are nonrecurring funds.

**Workforce.** South Carolina's continued economic success depends on a skilled, prepared, and adaptable workforce. As new businesses locate in the State and existing employers expand,

<sup>3</sup> Letter of December 4, 2025, from Justin P. Powell, Secretary of Transportation to Governor Henry D. McMaster.

workforce training must keep pace so that companies can find qualified workers and South Carolinians can access good-paying jobs.

More than any governor in modern times, Governor McMaster has prioritized workforce training and education, recommending hundreds of millions of dollars to expand skills training and career opportunities for South Carolinians. These strategic investments have been a cornerstone of South Carolina's economic prosperity. With the State's labor force at a record high and the unemployment rate remaining low, now is not the time to slow our progress. Tens of thousands of new jobs are being created across the state, and continued investment is essential to meet employer demand and sustain economic momentum.

To address the growing demand for skills and training, this Executive Budget recommends \$95 million to support the South Carolina Workforce Industry Needs Scholarships (SCWINS) program at the State's technical colleges. Governor McMaster created the program in 2021 using federal COVID-19 pandemic funds to cover tuition and fees for students pursuing high-demand credentials. The General Assembly began funding the program four years ago, and since its inception, SCWINS has helped more than 120,000 South Carolinians earn post-secondary or industry credentials in critical fields such as manufacturing, nursing, computer science, information technology, transportation, logistics, and construction.

To further expand economic opportunity and strengthen South Carolina's competitive advantage, the Executive Budget also recommends \$20 million in nonrecurring funds for high-demand job skills training equipment and \$10 million in nonrecurring funds for readySC to support customized training needs for new and expanding businesses.



## **HEALTH AND SOCIAL SERVICES**

### ***FY 2026-2027 HIGHLIGHTS***

- \$203 million for State's Medicaid program, Healthy Connections
- \$115 million for a comprehensive cancer hospital at the Medical University of South Carolina
- \$83.7 million for services provided by the Department of Behavioral Health and Developmental Disabilities
- \$46.9 million for foster care services
- \$34.1 million for changes in federal funding match requirements of the SNAP program

### ***AGENCY RECOMMENDATIONS***

#### **Department of Health and Human Services (DHHS)**

- \$102.6 million for Medicaid maintenance of effort;
- \$53.1 million for Medicare premiums for elderly and disabled Medicaid recipients;
- \$47.3 million to increase home and community-based services.

#### **Medical University of South Carolina**

- \$115 million nonrecurring funds for a comprehensive cancer hospital.

#### **Department of Behavioral Health and Developmental Disabilities**

- \$24.1 million for information technology and cybersecurity modernization;
- \$21 million for services to individuals with intellectual and developmental disabilities;

- \$20.3 million for inpatient mental health services and mental health crisis stabilization teams;
- \$10 million for the Unified Care Platform Technology of Act 3 of 2025;
- \$5.8 million for substance addiction recovery services;
- \$2.5 million for transportation contracts for mental health evaluations at state facilities.

#### **Department of Social Services (DSS)**

- \$46.9 million recurring funds for foster care services including increasing provider rates for foster care parents;
- \$34.1 million recurring funds for changes in federal funding match requirements for SNAP benefits;
- \$25.1 million nonrecurring funds for modernization of the SNAP eligibility system, the Economic Services System Application Modernization (ESSAM).

#### **Department of Public Health**

- \$5 million recurring funds for maternal and child health home visitation program;
- \$1.4 million recurring funds for rabies and tuberculosis services;
- \$976,292 recurring and nonrecurring funds for Olmstead Act implementation.

***Healthcare.*** To support Healthy Connections, the State’s Medicaid program, the Executive Budget recommends approximately \$203 million in recurring funds. Of this amount, approximately 91% is associated with maintenance of effort and annualization with the remaining 9% associated with reimbursement rate increases.

Of the increase, \$102.6 million represents the annualization necessary to keep the existing Medicaid program operating at the existing service and reimbursement levels. This annualization includes inflationary provider reimbursement pressures and estimated increases in enrollment and utilization. The increase also accounts for funding changes directed by the federal government to Medicaid programs and decreases in certain other fund revenue sources that require an offsetting source of funding to enable the Healthy Connections Medicaid program to continue operating in its current configuration. The annualization continues to reflect the savings associated with transition from multiple managed care-operated preferred drug lists to a single, state-directed list.

The increase includes \$53.1 million to annualize the Medicaid program’s portion of federally mandated Medicare Part A, Part B, and Part D premium increases that are associated with dually eligible Medicaid members who are elderly or disabled. While Medicare premiums have increased substantially in recent years, paying these mandated premiums ensures Medicare is the primary payer for Part A and Part B expenditures. This investment lowers South Carolina’s Medicaid financial responsibility to only 6.5% of the total cost per recipient.

In addition, \$47.3 million is associated with maintaining adequate access to care and delivering the care in the most appropriate and cost-effective setting possible through the home and community-based services (HCBS) waiver. Increased utilization, acuity, and enrollment along with a local provider cost of living adjustment have resulted in the need for increased funds.

Reimbursement rates for personal care, nursing, and enhanced nursing services are included which will keep South Carolina's rates comparable to other Medicaid programs in the Southeast.

This Executive Budget also addresses services to improve public health. First, \$5 million in recurring funds appropriated to the Department of Public Health (DPH) is recommended to be allocated to Children's Trust to expand evidence-based home visiting programs for parents and children. These programs support families and link them to critical resources during pregnancy, postpartum, and in early childhood. The objective is to improve child development and maternal and child health. An annual report released by DPH in December 2025 shows the State's infant mortality rate increasing by 2.9% in 2023 over the previous year. These additional funds will double the number of individuals served through home visits from 3,000 to 6,000.

Also, \$500,000 in nonrecurring funds is recommended in the Executive Budget to establish a pilot telecare and virtual maternal care navigation program for pregnant and postpartum women, including those in underserved and rural counties through the Human Coalition. This will strengthen maternal health outcomes by expanding access to personalized, technology-enabled care coordination for mothers who often face significant barriers to consistent care.

The Executive Budget includes 12 additional DPH positions and \$1.4 million to provide services for South Carolinians impacted by rabies and tuberculosis. The Executive Budget also recommends \$976,292 to comply with Act 3 of 2025. Section 1-30-150 of the South Carolina Code of Laws requires the Departments of Health and Human Services, Veterans' Affairs, Administration, Public Health, Social Services, and Behavioral Health and Developmental Disabilities to develop and execute a cohesive and comprehensive plan that addresses how to ensure that services and support for South Carolinians with disabilities are, to the greatest extent possible, provided in the community instead of in an institutional setting in accordance with the requirements of the Americans with Disabilities Act and the U.S. Supreme Court's decision in *Olmstead v. L.C.*, 527 U.S. 581.

For the ninth year in a row, this Executive Budget includes a proviso preventing taxpayer dollars from going to abortion providers like Planned Parenthood. This policy is consistent with Governor McMaster's efforts to protect the sanctity of life and was affirmed by the United States Supreme Court in June, which upheld South Carolina's authority to exclude abortion providers from receiving taxpayer-funded dollars. There are a variety of agencies, clinics, and medical entities in South Carolina that receive taxpayer funding to offer important women's health and family planning services without performing abortions. South Carolinians' tax dollars must not be funneled to organizations that do not represent South Carolina values or priorities.

**Comprehensive Cancer Hospital.** Between 2021 and 2025, Becker's Hospital Review projected that the United States would experience more than 2 million new cancer diagnoses. South Carolina was projected to have the fifth highest increase in the number of cancer diagnoses at 22.10% with 35,300 new diagnoses made. The Medical University of South Carolina (MUSC) estimates that South Carolina's incidence of cancer rate for adults ages 18 and over will be 18% between 2023 and 2028, surpassing the national growth rate of 12%. And, over the next 15 years, cancer rates are projected to increase by 30%.

The Medical University of South Carolina (MUSC) and the Hollings Cancer Center (HCC) are committed to transforming cancer care in South Carolina by becoming a National Cancer Institute (NCI) Comprehensive Cancer Center. MUSC will partner with local communities to enable access to best-in-class cancer care and cutting-edge clinical trials for all South Carolinians, including those in rural and underserved communities. Critical to this objective is the construction of a new Comprehensive Cancer Hospital which will provide integrated patient-centered cancer care and support research to define new standards of care. The new hospital will transform cancer care treatment, positioning South Carolina as a national leader in cancer treatment and research.

***Department of Behavioral Health and Developmental Disabilities.*** In May, Governor McMaster signed Act 3 of 2025, consolidating three separate agencies – the Department of Disabilities and Special Needs, the Department of Mental Health, and the Department of Alcohol and Other Drug Abuse Services – into the Department of Behavioral Health and Developmental Disabilities. With this action, Governor McMaster completed the most significant restructuring of South Carolina state government in more than 30 years. The consolidation has revealed the challenges and the opportunities for South Carolina to provide better access to our most vulnerable adults and children.

This Executive Budget recommends the following:

- \$24.1 million recurring and nonrecurring funds to modernize the agency's information technology and cybersecurity systems as recommended by the Department of Administration;
- \$21 million recurring funds for services to individuals with intellectual and developmental disabilities. The Office of Intellectual and Developmental Disabilities has experienced increased demands for services and rising workforce and provider costs over the last several years. The additional funds will address the State match requirements for Intermediate Care Facilities and provide funding for additional operational costs related to increased nursing contract rates, increased worker compensation rates, and increases due to inflation. The medical Consumer Price Index is between 4 and 6%;
- \$20.3 million recurring funds for inpatient mental health services and mental health crisis stabilization teams. The funds will provide a second mobile crisis team at every mental health center to respond to psychiatric emergencies, assign two certified peer support specialists at every mental health center, provide rent assistance for seriously mentally ill patients who meet financial requirements to live independently, expand forensic inpatient services; and fund the 988 suicide crisis call centers;
- \$10 million recurring and nonrecurring funds for a Unified Care Platform that is required by Act 3 of 2025. State law requires the agency to procure “collaboration technology that enables coordination and accountability across the department and with local partners. At a minimum, the technology should have the capability for authorized users to: securely access relevant information regarding the needs and care journey of individuals served; communicate bidirectionally with referring organizations using a secure chat feature; and send referrals on behalf of the individual, track and store the outcome of that referral, and track and store the outcome of services delivered within a single client record using an unique identifier”;

- \$5.8 million recurring funds for substance addiction recovery services;
- \$2.5 million recurring funds to continue to support transportation contracts for mental health evaluations at state facilities, reducing reliance on local law enforcement for transportation.

***Foster Care Children.*** This Executive Budget recommends \$46.9 million to the Department of Social Services (DSS) to improve the services provided to children in foster care and children with behavioral and mental health needs while complying with the Michelle H. Final Settlement Agreement. Among the initiatives funded with these additional funds are increased foster care payments for children under sponsorship or kinship care; transitional day service programs and immediate therapeutic support for children and youth in crisis; and rate increases for therapeutic/medical foster care adjustment, group homes, and child placing agencies.

***SNAP Program.*** DSS also administers the federal Supplemental Nutrition Assistance Program (SNAP). Due to changes in federal requirements, the State cost share for administrative expenditures increased from 50% to 75%. DSS projects that the cost to comply with the federal changes and earnings verification requirements will be \$34 million. In addition, replacement of the mainframe system that supports SNAP and the Temporary Assistance for Needy Families (TANF) requires an additional investment of \$25.1 million in nonrecurring funds.



## **CONSERVATION & THE ENVIRONMENT**

### ***FY 2026-2027 HIGHLIGHTS***

- \$58 million for the preservation and conservation of land of cultural and environmental importance
- \$20 million for growing the Agribusiness Fund
- \$10 million for statewide mitigation projects

### *AGENCY RECOMMENDATIONS*

#### **Department of Natural Resources (DNR)**

- \$40 million nonrecurring funds for land conservation;
- \$10 million nonrecurring funds for Lake Paul Wallace Dam;
- \$3 million nonrecurring funds for Statewide Flood Inundation Mapping Project – Final Phase;
- \$2 million recurring funds for conservation education;
- \$750,000 recurring funds for abandoned boat removal.

#### **Conservation Bank**

- \$10 million nonrecurring funds for land conservation;
- \$3 million nonrecurring funds for agriculture – Farm Conservation Grants.

#### **Forestry Commission**

- \$8 million nonrecurring funds for land conservation;
- \$2 million nonrecurring funds for firefighting air water tanker contract;
- \$560,000 nonrecurring and \$260,000 recurring funds for new dedicated wireless network – GPS tracking for communications during wildfires.

### **Department of Parks, Recreation and Tourism**

- \$4 million nonrecurring funds for beach renourishment grants.

### **Department of Agriculture (SCDA)**

- \$20 million nonrecurring funds for growing the Agribusiness Fund;
- \$860,000 recurring funds for restaurant inspectors funding replacement;
- \$580,000 recurring funds for five additional Food Inspectors.

### **Office of Resilience**

- \$10 million nonrecurring funds for statewide mitigation projects;
- \$1 million nonrecurring funds for bridge box flood monitoring program.

### **Department of Environmental Services**

- \$2.9 million in recurring funds for recruitment and retention of key workforce.

#### ***Preservation and Conservation of Culturally and Environmentally Significant Lands.***

Our State's history and culture are unsurpassed in the creation of this nation. It is well-documented in books and by hundreds of historical markers, monuments, buildings, and homes preserved and dedicated to telling our State's story. The names of our towns, streets, institutions, rivers, and families carry that history forward to this day.

We must protect and preserve our history and heritage. It is why we are who we are and why we are here. It is why we stay here and why others come here. It informs our strengths, purpose, and duty.

Vigorous economic growth and the preservation of our shared natural heritage and environment are not opposing objectives which must be balanced as in a competition, one against the other. Instead, they are complementary, intertwined, and inseparable, each dependent on the other. Each can be accomplished to the fullest if we plan now and act boldly.

This Executive Budget reflects Governor McMaster's commitment to conserving as much land as possible and investing in resilience to improve the quality of life in South Carolina. By prioritizing the protection of natural resources, wetlands, historical and archaeological properties, and urban parks, we aim to ensure future generations can enjoy the unparalleled landscapes that make South Carolina unique.

Since he took office, Governor McMaster has worked to preserve at least 229,000 acres of historically or environmentally significant lands, including the State's largest conservation easement in history, which permanently protected 62,000 acres in the Pee Dee. To continue building on this progress, the Executive Budget recommends \$58 million in nonrecurring funds for the preservation and conservation of land. In addition, \$10 million in nonrecurring funds will be used to deploy floodwater mitigation projects such as installation of flood reduction infrastructure, voluntary buyout of homes in flood-prone areas, and the development of plans and studies to identify and understand flooding issues.

This Executive Budget also renews and strongly supports the proviso language that requires resource agencies to communicate, collaborate, and cooperate to maximize the funds available for the greatest public benefit. Significant accomplishments in land preservation were achieved in 2025, showcasing the results of collective efforts to protect South Carolina's natural heritage (pursuant to the Annual Report South Carolina Conservation Land Acquisitions 2025):

- Coosawhatchie Properties (Jasper County; 1,598 acres)
- South Saluda Wildlife Management Area/Saluda Bluffs (Pickens County; 1,090 acres)
- Meyer Lake Heritage Preservation (Jasper County; 974 acres)
- Glendale Nature Park – Tyger Oak Property (Spartanburg County; 946 acres)
- Landsford Canal State Park – Wren Tree Farm (Lancaster County; 501 acres)
- Lewis Ocean Bay (Horry County; 353 acres)
- Lee State Park (Lee County; 137 acres)
- Tillman Sand Ridge – Allcare Tract (Jasper County; 116 acres)
- Sea Island Cotton – Coosaw Island (Beaufort County; 121 acres)
- Forty Acre Rock – Baxley Tract (Lancaster County; 73 acres)
- Kings Mountain State Park – Metker (York County; 48 acres)

South Carolina is home to some of the most beautiful beaches in the world. Our 187 miles of ocean coastline provide the foundation of a thriving tourism industry that supports jobs and local businesses in communities such as Myrtle Beach, Charleston, Hilton Head and Beaufort, contributing tens of billions of dollars to our economy each year. Safeguarding these natural resources is critical to our State's economic strength and quality of life. To protect our beaches, the Executive Budget provides \$4 million in nonrecurring funds for beach renourishment grants, ensuring our coastline remains resilient for future generations.

***South Carolina's Agriculture Community.*** South Carolina has over 22,000 farms, and 4.7 million acres of farmland. As more businesses and people move here, we must find innovative ways to protect our state's most valuable farmlands. In 2024, Governor McMaster signed the Working Agricultural Lands Preservation Act into law to support South Carolina's farmers and protect the agriculture industry. This bill has been effective in helping landowners preserve working agricultural lands through voluntary conservation easements, with 1,650 acres already protected through the Conservation Bank. This Executive Budget recommends \$3 million nonrecurring funds to protect our farming and agricultural heritage while ensuring that South Carolina is not taken over by overdevelopment.

Agribusiness and farmers have shaped South Carolina since our earliest days and served as the backbone of our state. We must ensure that this industry remains strong. The Agribusiness Fund continues economic development efforts for agribusiness expansion in rural counties using reimbursable grants through county government. Previous funds have been used for beef, dairy, food and beverage processing, seafood, poultry, and grain storage projects. This fund provides new opportunities for our state's farmers and allows for a stronger agriculture and forestry supply chain. This Executive Budget recommends \$20 million nonrecurring funds for growing

agribusiness. A strong agribusiness fund means a healthy South Carolina economy and environment.



## **LAW ENFORCEMENT AND PUBLIC SAFETY**

### ***FY 2026-2027 HIGHLIGHTS***

- \$45.5 million recurring funds to implement a \$2,000 nonrefundable individual income tax credit for individuals employed as sworn law enforcement officers, firefighters, and emergency medical technicians (EMTs) beginning in tax year 2026
- \$35 million for Sheriff Local Law Enforcement Grants
- \$17 million to hire additional staff at the South Carolina Department of Corrections (SCDC)
- \$15 million for increased operating costs of prisons due to inflation at SCDC
- \$15 million to modernize the judicial case management system
- \$6.8 million to modernize equipment for the Department of Public Safety's (DPS) Regional Dispatch Command Center
- \$4.7 million for 30 additional Bureau of Protective Service's (BPS) Officers and Dispatchers at the Capitol Complex and Governor's Mansion

### ***AGENCY RECOMMENDATIONS***

#### **Department of Public Safety (DPS)**

- \$35 million nonrecurring funds for Sheriff Local Law Enforcement Grants;
- \$6.8 million nonrecurring funds for modernization of the Regional Dispatch Command Center;
- \$4.7 million recurring funds for 30 additional BPS officers and dispatchers at the Capitol Complex and Governor's Mansion;
- \$3 million nonrecurring funds for bodycam local grants;
- \$2 million recurring funds for new employee intranet communication technology shared services;
- \$1.3 million recurring funds for law enforcement officer step increases;
- \$1 million recurring funds for workers' compensation and insurance reserve fund rate increases;

- \$1 million nonrecurring funds for replacement of radios.

#### **State Law Enforcement Division (SLED)**

- \$2.1 million recurring funds for inflationary increases in operating costs;
- \$1.3 million recurring funds for law enforcement agent step increases;
- \$1.2 million recurring and nonrecurring funds to hire and equip 11 additional agents and support staff;
- \$998,066 recurring funds for workers' compensation and insurance reserve fund rate increases.

#### **Department of Corrections (SCDC)**

- \$17.5 million nonrecurring funds for deferred maintenance;
- \$17 million recurring funds to hire additional staff;
- \$15 million recurring funds for inflationary increases in operating costs;
- \$2.5 million nonrecurring funds for mainframe computer replacement;
- \$895,074 recurring funds for workforce recruitment and retention.

#### **Department of Juvenile Justice (DJJ)**

- \$4.5 million recurring funds for inflationary increases in operating cost.

#### **Department of Natural Resources (DNR)**

- \$2 million recurring funds for workforce recruitment and retention.

#### **Department of Probation, Parole and Pardon Services (PPP)**

- \$2 million nonrecurring funds for digital fingerprinting contract renewal;
- \$2 million for Technology Shared Services;
- \$1.2 recurring funds for the Domestic Violence and Mental Health Program expansion;
- \$47,055 recurring funds for law enforcement agent step increases.

#### **Judicial Department**

- \$15 million nonrecurring funds for case management software system modernization;
- \$2.2 million recurring funds for three additional Circuit Court Judges and their staff;
- \$673,000 recurring funds for pay increase for Family Court Judges.

#### **Attorney General**

- \$1.5 million recurring funds for workforce recruitment and retention;
- \$130,000 nonrecurring funds for witness protection funding;
- \$129,000 recurring for an additional State Grand Jury Investigator;
- \$115,272 recurring funds for an additional attorney in the Internet Crimes Against Children Task Force.

### **Forestry Commission**

- \$2 million nonrecurring funds for a firefighting air water tanker contract;
- \$560,000 nonrecurring and \$260,000 recurring funds for new dedicated wireless network – GPS tracking for communications during wildfires.

### **Law Enforcement Training Council**

- \$103,810 recurring funds for one additional investigator;
- \$88,354 recurring funds for law enforcement instructor step increase.

***Ensuring Safe Communities.*** Since taking office, Governor McMaster has made public safety one of his top priorities, backing that commitment with sustained investments in law enforcement that reflects their key role in protecting our communities. As a result of this continued support, and our dedicated law enforcement officers, violent crime in South Carolina decreased by 8.4% from 2023 to 2024 – marking the fourth consecutive year of decline and the lowest violent crime rate in 30 years. To ensure the state maintains this progress, the Executive Budget recommends the following investments in our law enforcement agencies:

In 2022, Governor McMaster tasked the South Carolina Department of Administration with conducting a comprehensive analysis of law enforcement pay within state government. This effort was aimed at ensuring salaries are competitive to attract and retain top-tier talent. As a result, South Carolina's law enforcement officers have received substantial pay raises – with minimum starting salaries increasing as much as 73% since Governor McMaster took office.

Increase in Minimum Starting Salaries for State Law Enforcement Since 2017

Agency	State Class Title	Rank	Minimum Starting Salary 2017	Projected Minimum Starting Salary 2026
SLED	Law Enforcement Officer II	Special Agent I	\$35,160	\$61,000
Department of Public Safety	Law Enforcement Officer I	Trooper	\$38,273	\$57,361
Department of Natural Resources	Law Enforcement Officer II	Officer	\$33,608	\$59,611
Department of Probation, Parole and Pardon Services	Law Enforcement Officer I	Probation and Parole Agent Noncertified	\$35,000	\$52,147

This Executive Budget continues to build upon prior investments in law enforcement and reinforcing public safety by investing \$4.8 million in compensation to recruit and retain law enforcement personnel at SLED, DPS, SCDC, PPP, DJJ, DNR, and the Law Enforcement Training Council.

To add to the law enforcement recruitment and pay raise efforts and to continue to ensure that South Carolina is home to the best first responders in the country, the Executive Budget once again calls for a \$2,000 nonrefundable state income tax credit for every active-duty law enforcement officer, firefighter, first responder, and emergency medical technician employed by a public entity.

***State Protection, Transparency, and Efficiency.*** At the State Law Enforcement Division, there is a growing demand for law enforcement personnel. SLED's primary mission is to provide quality manpower and technical assistance to law enforcement agencies. In addition, it is critical that we continue to ensure high-level executive protection coverage, support operational readiness, and maintain safety during public engagements. This Executive Budget recommends \$1.2 million to hire and equip 11 FTEs to SLED for the following:

- One Employee Relations Consultant
- Four Criminal Justice Information Program Assistants
- One Joint Terrorism Task Force Agent
- Two Administrative Assistants
- One Law Enforcement Officer III
- Two Counter Terrorism Agents.

Public safety is one of the foundations for economic growth. Safety remains one of the top priorities of companies and families when choosing where to locate. With this, it is imperative that sheriff offices are able to meet the rising public safety demand without delay. This Executive Budget recommends \$35 million in nonrecurring funds to be appropriated to the Department of Public Safety for Local Law Enforcement Grants. To be eligible to receive a grant, the sheriff or a member of the command staff must have completed, be enrolled in, or attest that at least one qualified employee will enroll in and complete the Excellence in Policing and Public Safety Program at the Joseph F. Rice School of Law. These funds would be used for officer equipment, body cameras, firearms, technological upgrades, laboratory and forensic needs, and infrastructure, safety, and security improvements.

***South Carolina Public Safety.*** The need for front line supervision to continue ensuring the effectiveness and responsiveness of our security infrastructure is critical for government officials, state government properties, and the public visiting these properties. In light of a comprehensive security assessment conducted by BPS, SLED, U.S. Department of Homeland Security, and the Homeland Security Unit, it is imperative that staffing at the Statehouse, Governor's Mansion Complex, and Statehouse Operations Center be enhanced. This Executive Budget recommends \$4.7 million to fund 30 FTEs for BPS Officers and Dispatchers at the Capitol Complex and Governor's Mansion.

The South Carolina Department of Public Safety in conjunction with telecommunications staff and various outside entities use radios supplied by the agency for effective communication, collaboration, and cooperation during daily emergencies, inclement weather, and natural disasters throughout South Carolina. The Regional Dispatch Command Center assists these agencies by communicating effectively with emergency personnel inside and outside the agency. It is critical that South Carolinians continue to have a safe and secure environment throughout

our State. The Executive Budget recommends \$6.8 million to modernize the Regional Dispatch Command Center.

***Correctional Operations.*** As the cost of food, healthcare, and housing rises with inflation, so does the cost to operate our correctional system. As of 2025, the annual cost per inmate was \$34,673, a 24% increase from 2021. Additionally, SCDC has seen a 25% increase in inmates 55 years of age and older since 2021, which leads to higher healthcare costs within the agency. In response to this, the Executive Budget recommends \$15 million in recurring funds for increased operating cost.

Furthermore, in 2021, there were five uniform security staff for every validated or suspected security threat group inmate. That ratio has now increased to nine to one. This Executive Budget recommends \$17 million to hire additional staff at our correctional facilities.

***An Efficient and Effective Judicial Case Management System.*** This Executive Budget recommends \$15 million in nonrecurring funds to be directed toward modernizing our judicial case management system. As South Carolina's population continues to grow, trial courts increasingly rely on automation to resolve cases in a timely fashion. These funds would ensure that our Judicial System is able to productively collect data and ensures transparency across our entire judicial system.

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# Statewide Enterprise Strategic Objectives

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# Statewide Strategic Objectives

South Carolina Government has a number of goals, priorities and key initiatives that transcend agency and other organizational boundaries. These enterprise-level strategic objectives seek to capture the core functions and responsibilities of state government into five strategic areas. They provide important input into agencies' planning processes, serve as a baseline for assessing progress on key issues and require cooperative efforts in order to affect performance in a meaningful way.

## Education, Training and Human Development

- Improve educational infrastructure to elevate the levels of educational preparedness of every South Carolinian to lead a healthy and productive life, including success in a job or career and in the community.

## Healthy and Safe Families

- Enhance public well-being by delivering efficient and cost-effective public health and support services.

## Maintaining Safety, Integrity and Security

- Protect the safety, integrity and security of statewide public resources, infrastructure and citizens including timely response to emergencies and disasters.

## Public Infrastructure and Economic Development

- Build a world-class and safe public infrastructure to enhance the quality of life of our citizens and to promote the state in global competitiveness as a location for business, investment, talent, innovation and visitors.

## Government and Citizens

- Deliver a government that serves the needs of South Carolinians and achieves inter-agency collaboration to deliver highly effective, efficient and innovative programs.

### Note:

Copies of each agency's Accountability Report and Strategic Plan may be found at:

<https://admin.sc.gov/services/budget/agency-accountability-reports>

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# Financial Overview

## Financial Overview

### GENERAL FUND – RECURRING

<b>SOURCES:</b>	
Sales and Use Tax.....	\$ 5,408,120,000
Individual Income Tax.....	6,490,874,000
Corporate Income Tax.....	1,204,382,000
Other Recurring Sources.....	<u>1,710,309,000</u>
	14,813,685,000
Less: Income Tax Revenues Credited to the Tax Relief Trust Fund (§11-11-150).....	(824,641,979)
Less: Revenue Transferred from Nonrecurring Appropriations.....	<u>48,844,000</u>
Net General Fund Revenues.....	\$ 14,037,887,021

<b>USES:</b>	
General Fund Appropriations.....	\$ 14,037,887,021

### GENERAL FUND – NONRECURRING

<b>SOURCES:</b>	
FY2024-25 Contingency Reserve Fund .....	\$ 725,892,730
FY2025-26 Litigation Recovery.....	2,394,062
FY2025-26 Projected General Fund Surplus.....	600,781,836
FY2025-26 Excess Debt Service.....	2,261,872
FY2025-26 Excess Employer Contributions.....	2,779,854
Homestead Exemption Fund General Fund Payback.....	175,000,000
FY2026-27 Debt Service Appropriations Above Obligations.....	<u>125,000,000</u>
	\$ 1,634,110,354

<b>USES:</b>	
Transfer to General Reserve Fund.....	\$ 144,779,082
Income Tax Reduction (6.0% to 5.9%).....	5,346,000
Proviso 117.213 Aid to Fire Districts Formula.....	96,261,319
Nonrecurring Appropriations.....	<u>1,387,723,953</u>
	\$ 1,634,110,354

### CAPITAL RESERVE FUND

<b>SOURCES:</b>	
Capital Reserve Fund.....	\$ 387,352,137

<b>USES:</b>	
Capital Reserve Fund Appropriations.....	\$ 387,352,137

### EDUCATION IMPROVEMENT ACT

<b>SOURCES:</b>	
Education Improvement Act Sales Tax.....	\$ 1,410,011,000

<b>USES:</b>	
EIA Appropriations.....	\$ 1,410,011,000

### EDUCATION LOTTERY EXPENDITURE ACCOUNT

<b>SOURCES:</b>	
Lottery Proceeds.....	\$ 473,200,000
Investment Earnings.....	8,000,000
Unclaimed Prizes.....	22,000,000
Undesignated Fund Balance / FY2024-25 Estimated Revenue Surplus.....	<u>29,315,091</u>
Total: \$	532,515,091

<b>USES:</b>	
Lottery Appropriations.....	\$ 532,515,091

**STATEMENT OF REVENUES**  
**ESTIMATE OF GENERAL, SCHOOL, TRANSPORTATION,**  
**EDUCATION IMPROVEMENT ACT AND EDUCATION LOTTERY REVENUES**  
**FISCAL YEAR 2026-27**

	Appropriations Act	Board of Economic Advisors Estimate FY 2026-27	Governor's Estimate FY 2026-27
	FY 2025-26	November 18, 2025	
<b>General Fund Revenues:</b>			
Sales and Use Tax.....	\$ 5,086,141,000	\$ 5,408,120,000	\$ 5,408,120,000
Individual Income Tax.....	6,226,288,000	6,638,154,000	6,490,874,000
Corporate Income Tax.....	1,204,382,000	1,204,382,000	1,204,382,000
Insurance Taxes.....	362,995,000	448,569,000	399,725,000
Admissions Tax.....	42,170,000	43,304,000	43,304,000
Alcoholic Liquor Tax.....	123,052,000	125,223,000	125,223,000
Bank Tax.....	54,911,000	71,105,000	71,105,000
Beer and Wine Tax.....	112,737,000	109,020,000	109,020,000
Business Filing Fees.....	11,604,000	12,296,000	12,226,000
Circuit & Family Court Fines.....	6,013,000	7,208,000	7,208,000
Corporation License Tax.....	196,255,000	213,627,000	213,627,000
Documentary Tax.....	125,713,000	134,767,000	134,767,000
Earned on Investments.....	449,948,024	405,000,000	405,000,000
Indirect Cost Recoveries.....	16,542,000	15,025,000	15,025,000
Motor Vehicle Licenses.....	12,010,000	11,832,000	11,832,000
Nursing Home Licenses/Fees.....	2,923,000	2,801,000	2,801,000
Parole & Probation Supervision Fees.....	3,393,000	3,393,000	3,393,000
Private Car Lines Tax.....	7,280,000	8,461,000	8,461,000
Public Service Authority.....	19,985,000	21,936,000	21,936,000
Purchase Card Rebates.....	4,411,000	4,946,000	4,946,000
Record Search Fees.....	4,461,000	4,461,000	4,461,000
Savings & Loan Association Tax.....	1,005,000	997,000	997,000
Security Dealer Fees.....	36,684,000	37,693,000	37,693,000
Tobacco Tax.....	27,055,000	25,777,000	25,777,000
Unclaimed Property Fund Transfer.....	15,000,000	15,000,000	15,000,000
Workers' Compensation Insurance Tax.....	13,698,000	14,371,000	14,371,000
Other Source Revenues.....	18,572,940	22,411,000	22,411,000
Subtotal.....	14,185,228,964	15,009,879,000	14,813,685,000
Less:			
Transfer to Tax Relief Trust Fund (§11-11-150).....	(814,021,523)	(824,641,979)	(824,641,979)
Revenue transferred to Recurring Appropriations.....	124,319,000	-	48,844,000
Total General Fund Revenues.....	13,495,526,441	14,185,237,021	14,037,887,021
<b>Education Improvement Act Fund Revenues.....</b>			
<i>Nonrecurring:</i>			
FY2023-24 EIA Surplus.....	131,528,000	-	-
FY2024-25 EIA Surplus.....	-	26,273,494	26,273,494
FY2025-26 Projected EIA Surplus.....	-	-	57,787,087
Total Education Improvement Act Fund Revenues.....	1,463,607,000	1,436,284,494	1,494,071,581
<b>Transportation Fund Revenues.....</b>			
<b>Education Lottery Account Revenues.....</b>			
<i>Nonrecurring:</i>			
FY2024-25 Projected Surplus Lottery Proceeds.....	44,013,859	-	-
FY2025-26 Undesignated Fund Balance.....	-	18,715,091	18,715,091
FY2025-26 Projected Surplus Lottery Proceeds.....	-	10,600,000	10,600,000
Total Education Lottery Account Revenues.....	562,586,859	532,515,091	532,515,091
<b>Total Estimated Revenues (§11-11-410)</b>	<b>\$ 18,989,355,877</b>	<b>\$ 16,978,678,585</b>	<b>\$ 19,927,178,648</b>

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# **EIA, Lottery, CRF, and Nonrecurring Recommendations**

**A. STANDARDS, TEACHING, LEARNING, ACCOUNTABILITY****1. Student Learning**

EEDA	\$ 8,413,832	\$ 8,413,832	
State Aid to Classrooms	\$ 770,826,434	\$ 748,521,551	1
Industry Certifications/Credentials	\$ 3,000,000	\$ 3,000,000	
Adult Education	\$ 17,073,736	\$ 17,073,736	
Arts Curricula	\$ 1,487,571	\$ 1,487,571	
Career & Technology Education	\$ 29,572,135	\$ 111,419,064	1
Computer Science Cert and Prof Learning	\$ 3,000,000	\$ 3,000,000	
Instructional Support for Districts	\$ 3,794,751	\$ 12,000,000	2
Summer Reading Camps	\$ 14,551,375	\$ 29,551,375	3
Reading Coaches	\$ 9,922,556	\$ 9,922,556	
Child Nutrition Program	\$ -	\$ 8,717,000	4
<b>Subtotal:</b>	<b>\$ 861,642,390</b>	<b>\$ 953,106,685</b>	

**2. Student Testing**

Assessment/Testing	\$ 27,561,400	\$ 27,561,400	
<b>Subtotal:</b>	<b>\$ 27,561,400</b>	<b>\$ 27,561,400</b>	

**3. Curriculum & Standards**

Classified Positions	\$ 126,232	\$ 126,232	
Other Personal Service	\$ 4,736	\$ 4,736	
Other Operating Expenses	\$ 41,987	\$ 41,987	
Instructional Materials	\$ 33,114,241	\$ 43,114,241	5
Math Resources and Support	\$ 11,500,000	\$ 11,500,000	
Reading	\$ 3,271,026	\$ 3,271,026	
<b>Subtotal:</b>	<b>\$ 48,058,222</b>	<b>\$ 58,058,222</b>	

**4. Assist, Intervention & Reward**

EAA Technical Assistance	\$ 23,801,301	\$ 23,801,301	
PowerSchool/Data Collection	\$ 7,500,000	\$ 7,500,000	
School Value Added Instrument	\$ 1,400,000	\$ 1,400,000	
<b>Subtotal:</b>	<b>\$ 32,701,301</b>	<b>\$ 32,701,301</b>	

**B. EARLY CHILDHOOD EDUCATION**

Alloc EIA - 4 YR Early Childhood	\$ 8,513,846	\$ 8,513,846	
CERDEP - SCDE	\$ 78,465,168	\$ 78,465,168	
Early Literacy Training	\$ 2,975,000	\$ 2,975,000	
Intensive Developmental Education & Therapy	\$ 3,300,000	\$ 3,300,000	
<b>Subtotal:</b>	<b>\$ 93,254,014</b>	<b>\$ 93,254,014</b>	

**C. TEACHER QUALITY****1. Retention & Reward**

Teacher of the Year Award	\$ 155,000	\$ 155,000	
Teacher Quality Commission	\$ 372,724	\$ 372,724	
Teacher Supplies	\$ 20,455,350	\$ 20,455,350	
National Board Certification	\$ 34,500,000	\$ 29,500,000	6
Rural Teacher Recruitment	\$ 8,348,392	\$ 8,348,392	
TeachSC	\$ 727,650	\$ 727,650	
Teacher Strategic Compensation	\$ -	\$ 1,400,000	7
<b>Subtotal:</b>	<b>\$ 64,559,116</b>	<b>\$ 60,959,116</b>	

**2. Professional Development**

ADEPT	\$ 873,909	\$ 873,909	
Professional Development	\$ 2,771,758	\$ 2,771,758	
<b>Subtotal:</b>	<b>\$ 3,645,667</b>	<b>\$ 3,645,667</b>	

**D. LEADERSHIP**

Classified Positions	\$ 6,058,244	\$ 6,058,244	
Other Personal Service	\$ 84,700	\$ 84,700	
Other Operating Expenses	\$ 10,373,123	\$ 10,373,123	
Technology	\$ 12,271,826	\$ 12,271,826	

EDUCATION IMPROVEMENT ACT	FY 2025-26 H.4025	FY 2026-27 Executive Budget	Executive Budget Notes
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High-Quality Charter School Leadership Program	\$ 272,750	\$ 272,750	
<i>Subtotal:</i>	<i>\$ 29,060,643</i>	<i>\$ 29,060,643</i>	

#### E. EIA EMPLOYER CONTRIBUTIONS

Employer Contributions	\$ 1,397,821	\$ 1,397,821	
<i>Subtotal:</i>	<i>\$ 1,397,821</i>	<i>\$ 1,397,821</i>	

#### F. PARTNERSHIPS

##### 2. Other Agencies & Entities

Literacy and Distance Learning (P360)	\$ 415,000	\$ 415,000	
Reach Out and Read (A850)	\$ 1,250,000	\$ 1,250,000	
S.C. Youth Challenge Academy (E240)	\$ 1,000,000	\$ 1,000,000	
Arts Education Programs (H910)	\$ 1,170,000	\$ 1,170,000	
First Steps To School Readiness (H620)	\$ 49,236,562	\$ 49,236,562	
Education Oversight Committee (A850)	\$ 2,187,264	\$ 2,187,264	
Science PLUS (A850)	\$ 919,906	\$ 919,906	
STEM Centers SC (H120)	\$ 2,000,000	\$ 2,000,000	
Teach for America South Carolina (A850)	\$ 2,000,000	\$ 2,000,000	
Gov. School for Arts & Humanities (H640)	\$ 2,386,897	\$ 2,474,635	<i>Special schools salary increase</i>
Wil Lou Gray Opp. School (H710)	\$ 979,061	\$ 1,020,180	<i>Special schools salary increase</i>
School for Deaf & Blind (H750)	\$ 9,627,770	\$ 9,817,770	<i>Special schools salary increase</i>
Dept. of Disabilities & Special Needs (J160)	\$ 408,653	\$ 408,653	
S.C. Council on Economic Education (H270)	\$ 300,000	\$ 450,000	
John de la Howe School (L120)	\$ 827,035	\$ 830,950	
Clemson Agriculture Education Teachers (P200)	\$ 2,140,308	\$ 2,140,308	
Center for Educational Partnerships (H270)	\$ 715,933	\$ 715,933	
Centers of Excellence (H030)	\$ 1,137,526	\$ 1,137,526	
Teacher Recruit Program (H030)	\$ 4,243,527	\$ 4,243,527	
Teacher Loan Program (E160)	\$ 5,089,881	\$ 5,089,881	
BabyNet Autism Therapy (J020)	\$ 3,926,408	\$ 3,926,408	
Call Me Mister (H120)	\$ 1,195,000	\$ 1,195,000	
Regional Education Centers (R600)	\$ 1,975,913	\$ 2,005,251	9
Family Connection S.C. (H630)	\$ 600,000	\$ 600,000	
SDE Grants Committee	\$ 9,004,313	\$ 9,004,313	
Gov. School for Math & Science (H650)	\$ 2,165,779	\$ 2,358,484	<i>Special schools salary increase</i>
Center for Educ. Recruit, Reten., & Adv. (CERRA) (H470)	\$ 2,231,680	\$ 2,231,680	
Dept. of Juvenile Justice (N120)	\$ 2,834,000	\$ 2,942,000	
The Continuum (H630)	\$ 2,500,000	\$ 2,500,000	
Carolina Collaborative for Alternative Preparation (H270)	\$ 1,200,000	\$ 1,200,000	
Education Data Dashboard (A850)	\$ 3,605,978	\$ 3,605,978	
Jobs for America's Graduates (H590)	\$ 3,000,000	\$ 3,000,000	
Dept. of Corrections (N040)	\$ 379,750	\$ 406,727	<i>Special schools salary increase</i>
SC Teacher (H270)	\$ 2,000,000	\$ 2,000,000	
South Carolina FFA Property Maintenance & Renovation	\$ 50,000	\$ 50,000	
Save the Children (A850)	\$ 1,000,000	\$ 1,000,000	
Project HYPE (H270)	\$ 950,000	\$ 950,000	
Project READ	\$ 100,000	\$ 350,000	8
Transform SC (A850)	\$ 400,000	\$ 400,000	
<i>Subtotal:</i>	<i>\$ 127,154,144</i>	<i>\$ 128,233,936</i>	

#### G. TRANSPORTATION

Other Operating	\$ 22,032,195	\$ 22,032,195	
SCDE - School Buses			
<i>Subtotal:</i>	<i>\$ 22,032,195</i>	<i>\$ 22,032,195</i>	

EDUCATION IMPROVEMENT ACT	FY 2025-26 H.4025	FY 2026-27 Executive Budget	Executive Budget Notes
<b>EIA NON-RECURRING by Proviso</b>			
SCDE - Instructional Materials	\$ 29,614,175	\$ 40,000,000	10
SCDE - School Buses	\$ 35,000,000	\$ -	
SCDE - School Safety Grants	\$ 20,000,000	\$ 20,000,000	10
SCDE - Summer Reading Camps	\$ 23,519,825	\$ -	
Teaching Transformation Pilot Program	\$ 1,000,000	\$ 1,000,000	10
Agriculture in the Classroom	\$ 750,000	\$ -	
SCDE - Teacher Strategic Compensation	\$ 5,000,000	\$ 5,000,000	10
SCDE-Child Nutrition Program	\$ 1,600,000	\$ -	
Tech-to-Teach	\$ 1,500,000	\$ -	
Imagination Library	\$ 6,000,000	\$ -	
OFS- CERDEP Expansion in Private Centers	\$ -	\$ 9,860,581	10
OFS - Innovation Investments	\$ -	\$ 5,000,000	10
SCDE - Statewide Education Finance Data Platform	\$ -	\$ 3,200,000	10
<b>Subtotal</b>	<b>\$ 123,984,000</b>	<b>\$ 84,060,581</b>	
<b>TOTAL : \$ 1,311,066,913 \$ 1,494,071,581</b>			

Available FY 2026-27 EIA Revenue (Recurring):	\$ 1,410,011,000
Available FY 2026-27 EIA Revenue (Non-Recurring):	\$ 84,060,581
Available FY 2026-27 EIA:	\$ 1,494,071,581
Surplus / (Deficit):	\$ -

**Notes:**

1 Transferred from State Aid to Classrooms to Career and Technology Education is \$81,846,929. These funds represent the amount of funds generated by the Precareer and Career Technology weight of 1.20, which had been funded through State Aid to Classrooms but is deleted in this Executive Budget.

1 In addition, the EIA line item for State Aid to Classrooms is increased by \$59,542,046 and the general fund line item for State Aid to Classrooms is increased by \$90,457,954 for a total of \$150 million to increase the minimum starting average salary from \$48,500 to \$50,500 and to increase every cell in the State Minimum Teacher Salary Schedule by \$2,000.

2 As requested by the Department of Education, these funds will be used to minimize costs associated with maintaining a digital classroom environment that allows students to safely use resources, digital textbooks, videos, and other high quality instructional materials.

3 These funds will expand summer reading camps to additional first and second graders who are not on track to be reading on grade level by the end of third grade and whose participate voluntarily in the summer reading camps.

4 To improve student attendance and support student learning, the Executive Budget recommends appropriating funds to provide a free, nutritious breakfast to any student who wants one.

5 As requested by the Department of Education, these funds are to purchase high quality instructional materials.

6 Based on expenditure data for the past two fiscal years, the amount of funds needed to provide the National Board supplement is declining.

7 As requested by the Department of Education and recommended by the Education Oversight Committee (EOC), the funds will establish leadership pathways that compensate and advance the most effective teachers, ensuring that teachers remain in the classroom. South Carolina will be following the examples of North Carolina, Louisiana and Texas to create a career ladder program for teachers.

8 As recommended by the EOC, these funds will increase professional development opportunities for teachers in reading and in personal finance.

9 These funds cover the cost of the current year's 2 percent salary increase for the Regional Workforce Advisors who are funded with EIA revenues.

10 Proviso 1A.61. details the allocation of surplus EIA revenues.

## EDUCATION LOTTERY ACCOUNT

### *Certified Net Lottery Proceeds, Investment Earnings, Certified Surplus and Fund Balance*

(1) Commission on Higher Education - LIFE Scholarships (Chapter 149, Title 59)	\$ 228,179,029
(2) Commission on Higher Education - HOPE Scholarships (Section 59-150-370)	\$ 9,550,710
(3) Commission on Higher Education - Palmetto Fellows Scholarships (Section 59-104-20)	\$ 61,367,805
(4) Commission on Higher Education and State Board for Technical and Comprehensive Education - Tuition Assistance	\$ 53,000,000
(5) Commission on Higher Education - Need-Based Grants	\$ 80,000,000
(6) Higher Education Tuition Grant Commission - Tuition Grants	\$ 20,000,000
(7) Commission on Higher Education - National Guard Tuition Repayment Program (Section 59-111-75)	\$ 6,200,000
(8) State Board for Technical and Comprehensive Education - SC WINS	\$ 17,717,547
(9) South Carolina State University	\$ 2,500,000
(10) Commission on Higher Education - Nursing Initiative	\$ 10,000,000
(11) Commission on Higher Education - PASCAL	\$ 2,000,000
(12) Department of Education - K12 Education Scholarships	\$ 20,000,000
<i>Subtotal:</i>	<b>\$ 510,515,091</b>

### *Unclaimed Prizes*

(1) State Board for Technical and Comprehensive Education - SC WINS	\$ 18,348,954
(2) Commission on Higher Education - College Transition Program Scholarships	\$ 3,551,046
(3) Department of Alcohol and Other Drug Abuse Services - Gambling Addiction Services	\$ 100,000
<i>Subtotal:</i>	<b>\$ 22,000,000</b>

**Total: \$ 532,515,091**

**Capital Reserve Fund**

Sect.	Agency/Item	Amount
<b>13</b>	<b>The Citadel</b>	
	Deferred Maintenance and Critical Capital Projects	\$ 1,651,000
<b>14</b>	<b>Clemson University</b>	
	Deferred Maintenance and Critical Capital Projects	\$ 14,111,000
<b>15</b>	<b>University of Charleston</b>	
	Deferred Maintenance and Critical Capital Projects	\$ 5,049,000
<b>16</b>	<b>Coastal Carolina University</b>	
	Deferred Maintenance and Critical Capital Projects	\$ 4,400,000
<b>17</b>	<b>Francis Marion University</b>	
	Deferred Maintenance and Critical Capital Projects	\$ 3,461,000
<b>18</b>	<b>Lander University</b>	
	Deferred Maintenance and Critical Capital Projects	\$ 3,672,000
<b>19</b>	<b>South Carolina State University</b>	
	Deferred Maintenance and Critical Capital Projects	\$ 2,244,000
<b>20A</b>	<b>University of South Carolina - Columbia</b>	
	Deferred Maintenance and Critical Capital Projects	\$ 18,364,000
<b>20B</b>	<b>University of South Carolina - Aiken</b>	
	Deferred Maintenance and Critical Capital Projects	\$ 3,007,000
<b>20C</b>	<b>University of South Carolina - Upstate</b>	
	Deferred Maintenance and Critical Capital Projects	\$ 4,434,000
<b>20D</b>	<b>University of South Carolina - Beaufort</b>	
	Deferred Maintenance and Critical Capital Projects	\$ 1,818,000
<b>20E</b>	<b>University of South Carolina - Lancaster</b>	
	Deferred Maintenance and Critical Capital Projects	\$ 2,419,000
<b>20F</b>	<b>University of South Carolina - Salkehatchie</b>	
	Deferred Maintenance and Critical Capital Projects	\$ 744,000
<b>20G</b>	<b>University of South Carolina - Sumter</b>	
	Deferred Maintenance and Critical Capital Projects	\$ 1,793,000
<b>20H</b>	<b>University of South Carolina - Union</b>	
	Deferred Maintenance and Critical Capital Projects	\$ 1,517,000
<b>21</b>	<b>Winthrop University</b>	
	Deferred Maintenance and Critical Capital Projects	\$ 3,746,000

**Capital Reserve Fund**

Sect.	Agency/Item	Amount
<b>23</b>	<b>Medical University of South Carolina</b>	
	Comprehensive Cancer Hospital	\$ 115,000,000
	Deferred Maintenance and Critical Capital Projects	\$ 9,236,000
<b>25</b>	<b>State Board for Technical and Comprehensive Education</b>	
	Deferred Maintenance and Critical Capital Projects	\$ 40,306,000
	Equipment for High Demand Job Skills Training	\$ 20,000,000
	readySC	\$ 10,000,000
<b>47</b>	<b>Department of Natural Resources</b>	
	Lake Paul Wallace Dam	\$ 10,000,000
<b>49</b>	<b>Department of Parks, Recreation &amp; Tourism</b>	
	State Parks Facilities Maintenance	\$ 15,000,000
<b>50</b>	<b>Department of Commerce</b>	
	Inflationary Construction Cost - Scout Motors Inc. Site	\$ 50,048,662
<b>63</b>	<b>Department of Public Safety</b>	
	Regional Dispatch Command Center Equipment Modernization	\$ 6,656,720
<b>65</b>	<b>Department of Corrections</b>	
	Deferred Maintenance	\$ 7,500,000
<b>92D</b>	<b>Office of Resilience</b>	
	Statewide Mitigation Projects	\$ 10,000,000
<b>102</b>	<b>Election Commission</b>	
	Statewide Voting System Loan Repayment	\$ 21,174,755
<b>Capital Reserve Fund Total:</b>		<b>\$ 387,352,137</b>

## Nonrecurring Funds

Sect.	Agency/Item	Amount
<b>1</b>	<b>State Department of Education</b>	
	School Buses	\$ 5,000,000
<b>6</b>	<b>School For The Deaf And The Blind</b>	
	Grounds Maintenance Equipment Replacement	\$ 300,000
<b>7</b>	<b>Governor's School for Agriculture at John De La Howe</b>	
	Branch House Renovation	\$ 2,125,000
<b>8</b>	<b>Educational Television Commission</b>	
	Tower Monitoring and Analysis System	\$ 400,000
<b>9</b>	<b>Governor's School for Arts and Humanities</b>	
	Campus Access/Security Controls Replacement	\$ 250,000
<b>11</b>	<b>Commission On Higher Education</b>	
	Meeting Street College Scholarships	\$ 15,000,000
	South Carolina AI Initiative - ASCEND	\$ 500,000
<b>25</b>	<b>Board for Technical and Comprehensive Education</b>	
	South Carolina Workforce Industry Needs Scholarship (SCWINS)	\$ 58,933,499
<b>26</b>	<b>Department of Archives and History</b>	
	Historic Building Preservation Grants	\$ 3,000,000
	SC American Revolution Sestercentennial Commission	\$ 2,000,000
<b>29</b>	<b>State Museum Commission</b>	
	New HVAC Monitoring System	\$ 250,000
<b>31</b>	<b>Department of Public Health</b>	
	Olmstead Act Compliance - Act 3 of 2025	\$ 577,157
	Human Coalition Crisis Pregnancy Pilot	\$ 500,000
<b>32</b>	<b>Department Of Vocational Rehabilitation</b>	
	Beaufort VR Center Repaving	\$ 168,750
	State Office Building - Replacement of VAV Boxed	\$ 147,500
<b>34</b>	<b>Department of Behavioral Health and Developmental Disabilities</b>	
	Information Technology and Cyber Security Enhancement	\$ 14,100,000
	Unified Care Platform Technology - Act 3 of 2025	\$ 5,000,000
<b>38</b>	<b>Department Of Social Services</b>	
	SNAP Eligibility System Modernization	\$ 25,116,538
<b>39</b>	<b>Commission for the Blind</b>	
	Contract for Blind and Visually Impaired Services	\$ 361,450
<b>41</b>	<b>Department of Children's Advocacy</b>	
	Children's Trust Federal Match	\$ 750,000

### Nonrecurring Funds

Sect.	Agency/Item	Amount
		\$
<b>43</b>	<b>Forestry Commission</b>	
	Land Conservation	\$ 8,000,000
	Firefighting Air Water Tanker Contract	\$ 2,000,000
	New Dedicated Wireless Network - GPS Tracking for Communications During Wildfires	\$ 560,000
<b>44</b>	<b>Department of Agriculture</b>	
	Growing Agribusiness Fund	\$ 20,000,000
<b>45</b>	<b>Clemson University - Public Service Activities.</b>	
	Multi-Agency Regional Complex	\$ 3,000,000
	Agriwellness Pilot	\$ 100,000
<b>46</b>	<b>South Carolina State University - Public Service Activities</b>	
	Multi-Agency Regional Complex	\$ 3,000,000
<b>47</b>	<b>Department of Natural Resources</b>	
	Land Conservation	\$ 40,000,000
	Statewide Flood Inundation Mapping Project - Final Phase	\$ 3,000,000
<b>49</b>	<b>Department of Parks, Recreation &amp; Tourism</b>	
	State Parks Facilities Maintenance	\$ 10,000,000
	Sports Marketing Grants	\$ 6,500,000
	New Welcome Centers Inflationary Construction Costs	\$ 6,000,000
	Beach Renourishment Grants	\$ 4,000,000
	Santee State Park Boat Ramp Improvements	\$ 4,000,000
	Venues at Arsenal Hill Construction Project	\$ 2,500,000
	South Carolina Songwriters Hall of Fame	\$ 500,000
<b>50</b>	<b>Department of Commerce</b>	
	LocateSC	\$ 5,000,000
<b>53</b>	<b>Conservation Bank</b>	
	Land Conservation	\$ 10,000,000
	Agriculture - Farm Conservation Grants	\$ 3,000,000
<b>57</b>	<b>Judicial Department</b>	
	Case Management System Modernization	\$ 15,000,000
<b>59</b>	<b>Attorney General's Office</b>	
	Witness Protection Funding	\$ 130,000
<b>62</b>	<b>State Law Enforcement Division</b>	
	New Equipment - New Agents and Support Staff	\$ 332,301
<b>63</b>	<b>Department of Public Safety</b>	
	Sheriffs' Equipment - Local Law Enforcement Grants	\$ 35,000,000
	Extension of Security Infrastructure Beyond Capital Complex	\$ 3,100,000
	Body Cam Local Grants	\$ 3,000,000
	Radio Replacement Life Cycle	\$ 1,000,000
	Regional Dispatch Command Center Equipment Modernization	\$ 212,415

## Nonrecurring Funds

Sect.	Agency/Item	Amount
<b>64</b>	<b>Law Enforcement Training Council</b>	
	East Dorm Restrooms Renovation and HVAC Replacement	\$ 400,000
<b>65</b>	<b>Department Of Corrections</b>	
	Deferred Maintenance	\$ 10,000,000
	Mainframe Computer Replacement	\$ 2,500,000
<b>66</b>	<b>Department of Probation, Parole and Pardon Services</b>	
	Digital Fingerprinting Contract Renewal	\$ 2,065,830
	Technology Shared Services	\$ 2,000,000
<b>71</b>	<b>Commission for Community Advancement and Engagement</b>	
	Native American Grants Program	\$ 250,000
	Small Business Grants Program	\$ 250,000
<b>80</b>	<b>Department of Consumer Affairs</b>	
	211 Call Center	\$ 200,000
<b>81</b>	<b>Department of Labor, Licensing, and Regulation</b>	
	Technology Shared Services	\$ 2,978,357
<b>82</b>	<b>Department of Motor Vehicles</b>	
	Armored Car Transportation Contracts	\$ 4,500,000
<b>83</b>	<b>Department Of Employment And Workforce</b>	
	Technology Shared Services	\$ 887,000
<b>84</b>	<b>Department of Transportation</b>	
	Roads, Interstates, and Bridges	\$ 1,000,000,000
<b>92A</b>	<b>Governor's Office - Executive Control of the State</b>	
	Transition Costs - New Administration	\$ 1,000,000
<b>92D</b>	<b>Office of Resilience</b>	
	Bridge Box Flood Monitoring Program	\$ 1,000,000
<b>93</b>	<b>Department of Administration</b>	
	New Office of Statewide Data and Chief Data Officer	\$ 4,000,000
<b>94</b>	<b>Inspector General</b>	
	Equipment for Additional Investigators	\$ 38,156
<b>100</b>	<b>Adjutant General</b>	
	SCEMD - SC Public Assistance Program	\$ 20,000,000
	Armory Revitalization Funding	\$ 5,000,000
	SCEMD - New Emergency Operations Center - Inflationary Construction Costs	\$ 5,000,000
	State Guard – Repairs to Dominion Building	\$ 200,000
<b>102</b>	<b>Election Commission</b>	
	Curbside Voting Carts	\$ 2,040,000

**Nonrecurring Funds**

Agency/Item

Amount

**Non-Recurring Funds Total: \$ 1,387,723,953**

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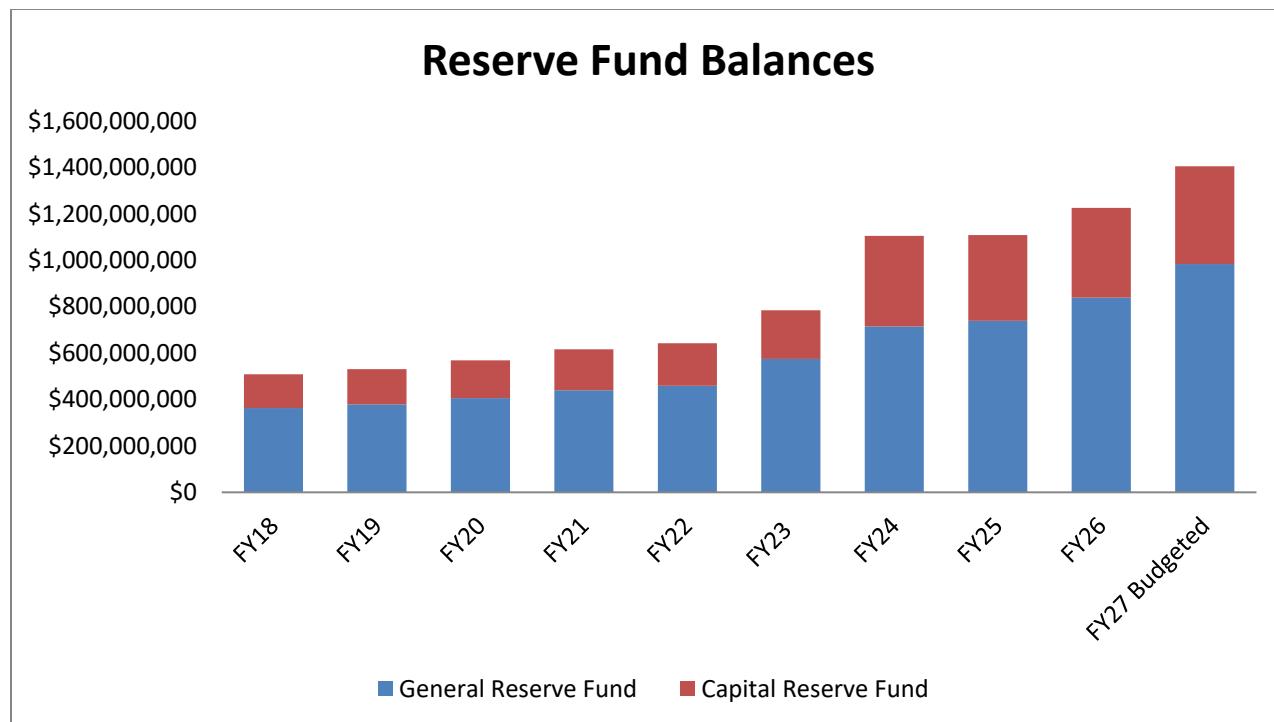
## Reserve Funds & Debt

## Reserve Funds

Act 238 of 2022 placed two Constitutional Amendments on the ballot in November 2022 regarding the General Reserve Fund and the Capital Reserve Fund (CRF). Voters approved the amendments which increase the reserve fund contribution requirements.

Previously, the General Reserve Fund was required to be 5% of the revenues of the most recently completed fiscal year. Beginning in FY24, the General Reserve Fund contribution will be raised by one half percent annually until it reaches 7%. The half percent increase is contingent on General Fund revenues growing by 5% each year. For FY 2026-27, 7.0% of revenues is \$984,042,046. The Executive Budget fully funds this amount for FY 2026-27.

The Capital Reserve Fund (CRF) is a recurring appropriation that previously had to equal 2% of General Fund revenue. Act 238 of 2022 increased the mandatory percentage to 3%. If a year-end deficit is forecast, the CRF is reduced to the extent necessary before mandating operating reductions. If no year-end deficit is projected, the CRF may be appropriated in separate legislation for capital improvements or nonrecurring projects. For FY 2026-27, \$421,732,306 is set aside for the Capital Reserve Fund in the Executive Budget per the statutory funding level.



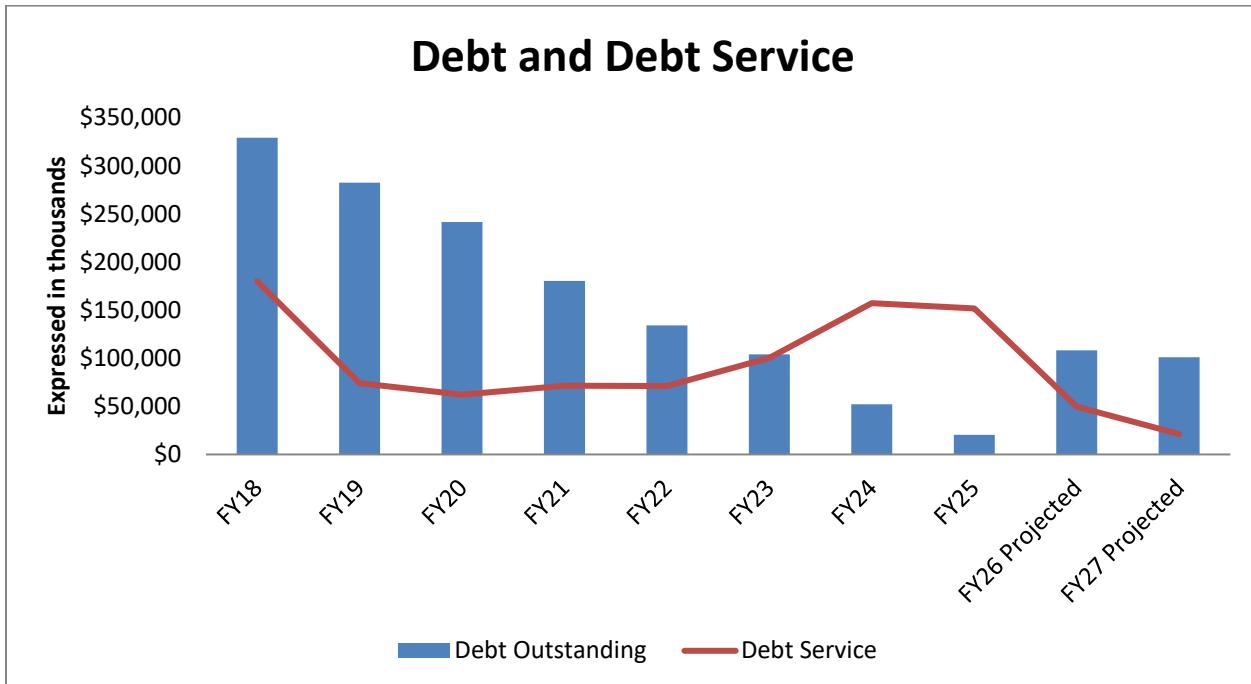
## Debt and Debt Service

The State of South Carolina issues debt in the following categories:

- Capital Improvement Bonds
- State Highway Bonds (excluded from the chart below)
- State School Facilities Bonds
- Infrastructure Bank Bonds (excluded from the chart below)
- State Economic Development Bonds
- Research University Infrastructure Bonds
- Air Carrier Hub Terminal Facilities Bonds

The chart below displays debt that is serviced by the General Fund.

More information about debt can be found at: <https://treasurer.sc.gov/government/bond-debt-information/>



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# Executive Budget Summary

## Executive Budget Summary

### APPROPRIATIONS OVERVIEW

The Executive Budget recommendations for Fiscal Year 2026-27 total \$42.8 billion, of which \$14.0 billion is from General Funds:

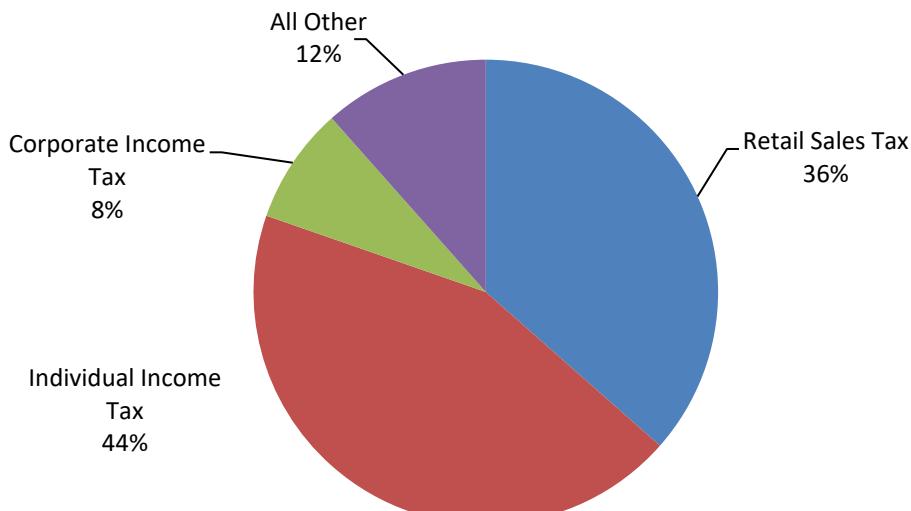
	FY26 Budget	FY27 Exec. Budget	\$ Change	% Change
<b>General Funds</b>	\$13,246,162,593	\$14,037,887,021	\$791,724,428	5.98%
<b>Federal Funds</b>	\$12,487,697,316	\$14,063,649,265	\$1,575,951,949	12.62%
<b>Other Funds</b>	\$13,426,560,958	\$14,660,291,814	\$1,233,730,856	9.19%
<b>Total</b>	<b>\$39,160,420,867</b>	<b>\$42,761,828,100</b>	<b>\$3,601,407,233</b>	<b>9.20%</b>

### REVENUE

Over 80% of South Carolina's General Fund revenue comes from individual income and retail sales taxes.

General Fund Revenue Sources	FY2026-27	%
Retail Sales Tax	\$5,408,120,000	36.51%
Individual Income Tax	\$6,490,874,000	43.82%
Corporate Income Tax	\$1,204,382,000	8.13%
All Other	\$1,710,309,000	11.55%
<b>Total Regular &amp; Misc Revenue</b>	<b>\$14,813,685,000</b>	<b>100.00%</b>

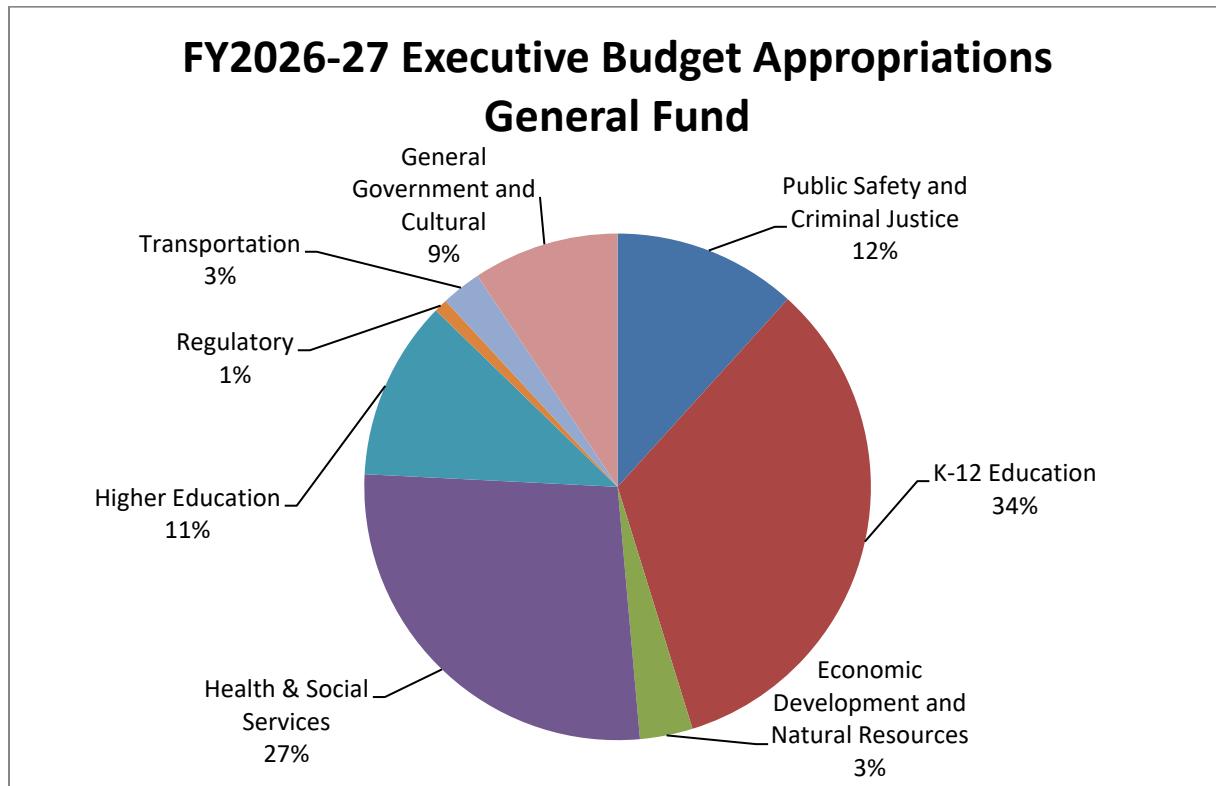
### FY2026-27 Executive Budget General Fund Revenue Sources



## AGENCY RECOMMENDATIONS

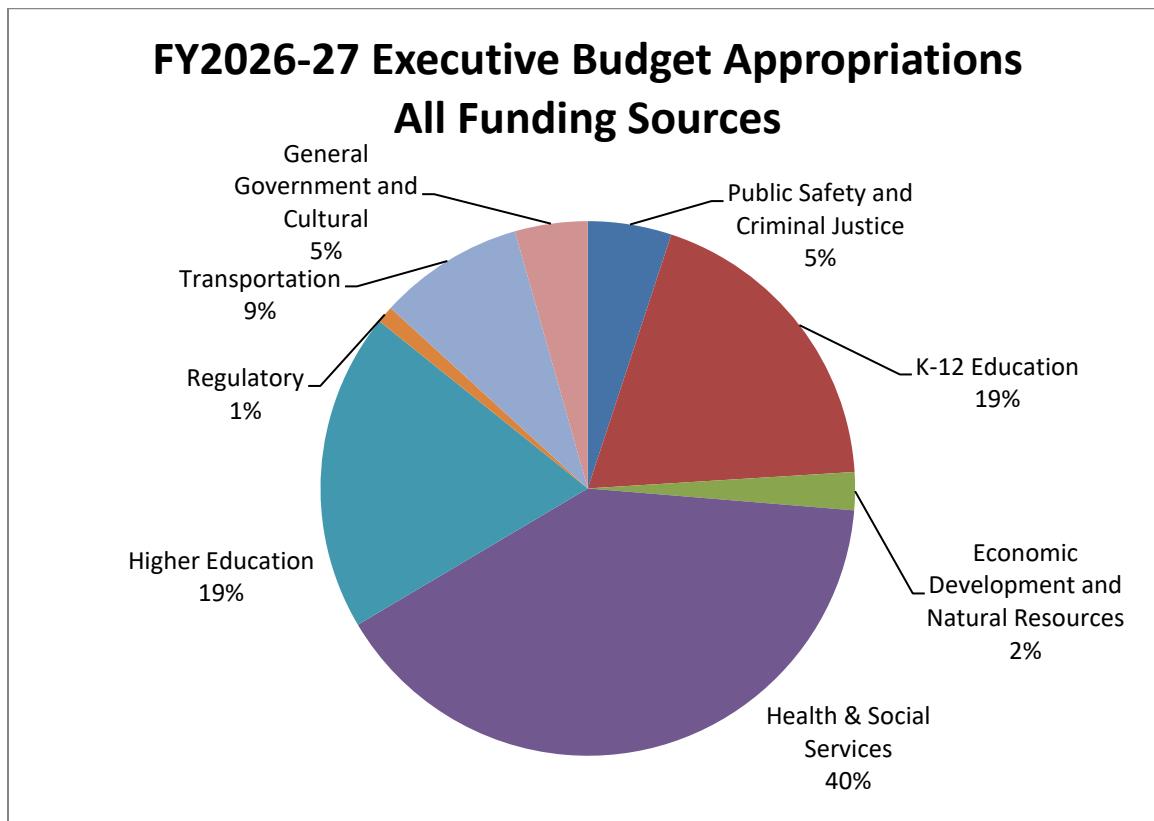
The Executive Budget recommends 45% of General Funds for K-12 and higher education, 27% for health and social rehabilitation agencies, 12% for public safety agencies, and 16% for all other agencies.

General Fund Appropriations	<u>FY2026-27</u>	<u>%</u>
Public Safety and Criminal Justice	\$1,645,289,445	11.7%
K-12 Education	\$4,702,137,726	33.5%
Economic Development and Natural Resources	\$473,856,253	3.4%
Health & Social Services	\$3,818,617,676	27.2%
Higher Education	\$1,609,840,484	11.5%
Regulatory	\$120,507,374	0.9%
Transportation	\$357,617,157	2.5%
General Government and Cultural	\$1,310,020,906	9.3%
<b>Total General Fund</b>	<b>\$14,037,887,021</b>	<b>100.0%</b>



The Executive Budget recommends 38% of Total Funds for K-12 and higher education, 40% for health and social rehabilitation agencies, 5% for public safety agencies, 9% for transportation agencies, and 8% for all other agencies.

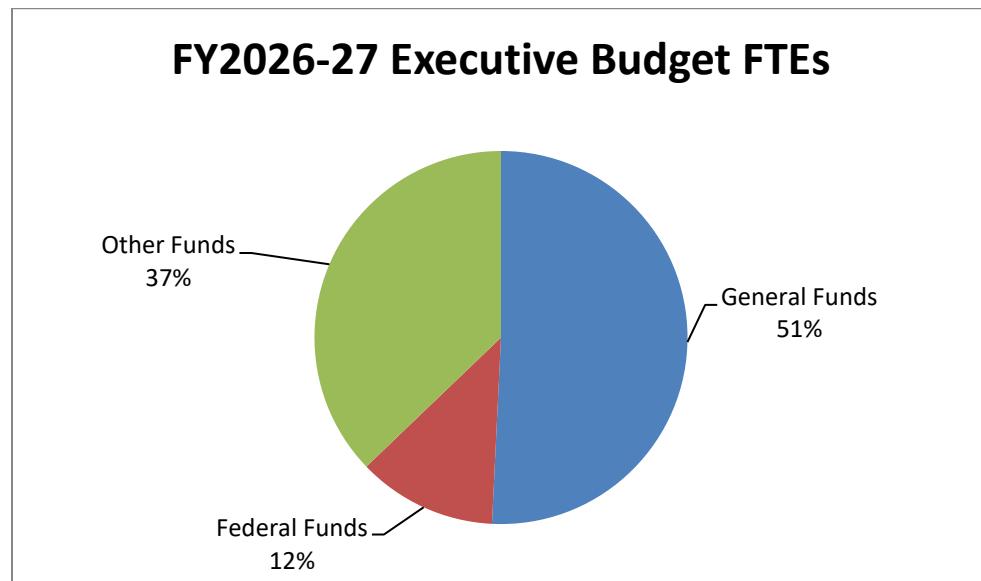
All Funding Sources	<u>FY2026-27</u>	<u>%</u>
Public Safety and Criminal Justice	\$2,163,040,920	5.1%
K-12 Education	\$8,106,942,879	19.0%
Economic Development and Natural Resources	\$979,719,701	2.3%
Health & Social Services	\$17,180,369,286	40.2%
Higher Education	\$8,243,723,408	19.3%
Regulatory	\$441,421,816	1.0%
Transportation	\$3,764,493,493	8.8%
General Government and Cultural	\$1,882,116,597	4.4%
<b>Total General Fund</b>	<b>\$42,761,828,100</b>	<b>100.0%</b>



## AUTHORIZED FTEs

The Executive Budget recommends a total of 73,512.59 authorized FTEs for Fiscal Year 2026-27 from all funding sources.

Source	FY26 Authorized	FY27 Executive Budget	# Chg	% Chg
General Funds	37,922.85	37,324.02	-598.83	-1.58%
Federal Funds	9,145.62	8,868.55	-277.07	-3.03%
Other Funds	27,298.82	27,320.02	21.20	0.08%
<b>Total</b>	<b>74,367.29</b>	<b>73,512.59</b>	<b>-854.70</b>	<b>-1.15%</b>



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# Recapitulation

## Appropriations by Agency

FY 2026-27 Executive Budget						GF Change in Appropriations	
	General	Federal	Earmarked	Restricted	Grand Total	Dollars	Percentage
<b>Public Safety &amp; Criminal Justice</b>							
57 <b>Judicial Department</b>	118,848,900	617,993	18,475,300		137,942,193	115,973,900	2.48%
58 <b>Administrative Law Court</b>	5,627,282		1,655,986		7,283,268	5,557,282	1.26%
59 <b>Attorney General's Office</b>	32,926,067	42,807,554	23,110,711		98,844,332	31,181,795	5.59%
60 <b>Commission on Prosecution Coordination</b>	52,340,605	311,383	8,325,000		60,976,988	52,340,605	0.00%
61 <b>Commission On Indigent Defense</b>	53,475,409		3,847,600	12,449,272	69,772,281	53,444,695	0.06%
62 <b>Governor's Off-State Law Enforcement Division</b>	112,437,087	25,000,000	25,919,445		163,356,532	107,075,683	5.01%
63 <b>Department Of Public Safety</b>	230,129,370	33,028,517	41,455,544	6,196,886	310,810,317	220,510,625	4.36%
64 <b>Law Enforcement Training Council</b>	11,115,312	687,745	7,742,653		19,545,710	10,923,148	1.76%
65 <b>Department Of Corrections</b>	657,616,605	2,252,585	55,892,233	722,477	716,483,900	624,721,531	5.27%
66 <b>Department Of Probation, Parole &amp; Pardon Services</b>	74,438,976	726,100	20,154,891		95,319,967	73,119,603	1.80%
67 <b>Department Of Juvenile Justice</b>	179,452,101	3,835,300	17,514,384	707,415	201,509,200	174,212,101	3.01%
100 <b>Adjutant General's Office</b>	21,568,832	92,925,912	6,198,661	79,000	120,772,405	21,568,832	0.00%
101 <b>Department of Veterans' Affairs</b>	95,312,899		65,010,928	100,000	160,423,827	95,312,899	0.00%
<b>Public Safety &amp; Criminal Justice Total</b>	<b>1,645,289,445</b>	<b>202,193,089</b>	<b>295,303,336</b>	<b>20,255,050</b>	<b>2,163,040,920</b>	<b>1,585,942,699</b>	
<b>K-12 Education</b>							
1 <b>Department Of Education</b>	4,609,128,814	1,874,838,744	31,734,038	1,410,011,000	7,925,712,596	4,477,249,610	2.95%
2 <b>First Steps</b>	20,599,694	7,989,212	14,477,540	48,667,334	91,733,780	20,599,694	0.00%
4 <b>Education Oversight Committee</b>				2,187,264	2,187,264	0	0.00%
5 <b>Wil Lou Gray Opportunity School</b>	9,808,437	172,500	669,721	35,000	10,685,658	9,808,437	0.00%
6 <b>School For The Deaf And The Blind</b>	21,219,144	1,432,300	9,179,055	200,000	32,030,499	20,219,144	4.95%
7 <b>Governor's School for Agriculture at John De La Howe</b>	9,910,804	176,127	481,512	302,535	10,870,978	9,910,804	0.00%
9 <b>Governor's School for Arts and Humanities</b>	12,960,233		1,004,771		13,965,004	12,960,233	0.00%
10 <b>Governor's School for Science and Mathematics</b>	18,510,600		1,246,500	0	19,757,100	18,510,600	0.00%
<b>K-12 Education Total</b>	<b>4,702,137,726</b>	<b>1,884,608,883</b>	<b>58,793,137</b>	<b>1,461,403,133</b>	<b>8,106,942,879</b>	<b>4,569,258,522</b>	
<b>Economic Development &amp; Natural Resources</b>							
43 <b>Forestry Commission</b>	36,493,220	7,043,160	10,692,513		54,228,893	36,233,220	0.72%
44 <b>Department Of Agriculture</b>	29,665,781	19,033,266	11,178,024	2,575,680	62,452,751	28,225,781	5.10%
47 <b>Department Of Natural Resources</b>	92,482,069	36,587,278	21,238,787	46,299,018	196,607,152	87,732,069	5.41%
48 <b>Sea Grant Consortium</b>	1,413,164	4,365,900	253,800		6,032,864	1,413,164	0.00%
49 <b>Department Of Parks, Recreation &amp; Tourism</b>	75,311,847	4,398,610	82,770,069	4,542,000	167,022,526	68,574,446	9.82%
50 <b>Department Of Commerce</b>	71,170,062	12,800,815	32,944,200	22,510,500	139,425,577	71,170,062	0.00%
51 <b>Jobs-Economic Development Authority</b>		36,000	1,005,150		1,041,150	0	0.00%
52 <b>Patriots Point Development Authority</b>				20,000,000	20,000,000	0	0.00%
53 <b>SC Conservation Bank</b>	23,778,960	5,200,000	25,000,000	5,000,000	58,978,960	23,778,960	0.00%
54 <b>Rural Infrastructure Authority</b>	36,202,666	720,098		22,386,920	59,309,684	36,202,666	0.00%
55 <b>Department of Environmental Services</b>	107,338,484	51,819,760	41,281,185	14,180,715	214,620,144	104,453,618	2.76%
<b>Economic Development &amp; Natural Resources Total</b>	<b>473,856,253</b>	<b>142,004,887</b>	<b>226,363,728</b>	<b>137,494,833</b>	<b>979,719,701</b>	<b>457,783,986</b>	
<b>Health &amp; Social Services</b>							
31 <b>Department of Public Health</b>	146,279,896	230,818,278	130,778,567	7,129,506	515,006,247	139,499,296	4.86%
32 <b>Department Of Vocational Rehabilitation</b>	20,501,326	117,335,157	31,850,301		169,686,784	20,501,326	0.00%
33 <b>Department Of Health &amp; Human Services</b>	2,475,816,919	8,838,805,387	741,041,185	1,391,771,105	13,447,434,596	2,272,816,752	8.93%
34 <b>Department of Behavioral Health &amp; Developmental Disabilities</b>	570,033,737	94,387,816	507,945,791	100,000	1,172,467,344	505,389,446	12.79%
38 <b>Department Of Social Services</b>	423,841,240	712,558,641	48,916,437	849,986	1,186,166,304	342,895,134	23.61%
39 <b>Commission For The Blind</b>	7,671,393	17,347,771	66,331,500		91,350,664	7,005,084	9.51%
40 <b>Department on Aging</b>	39,534,676	44,804,388	2,849,397	1,184,100	88,372,561	37,034,676	6.75%
41 <b>Department of Children's Advocacy</b>	14,132,441	235,980	2,464,114	7,360,225	24,192,760	14,195,296	-0.44%
42 <b>Housing Finance &amp; Development Authority</b>		253,221,817	33,430,183	12,000,000	298,652,000	0	0.00%
70 <b>Human Affairs Commission</b>	4,709,040	455,417	1,026,156		6,190,613	4,709,040	0.00%
71 <b>Commission for Community Advancement &amp; Engagement</b>	3,728,269		219,314		3,947,583	3,728,269	0.00%
99 <b>Retirement System Investment Commission</b>				18,503,000	18,503,000	0	0.00%
108 <b>Public Employee Benefit Authority</b>	112,368,739			46,030,091	158,398,830	112,368,739	0.00%
<b>Health &amp; Social Services Total</b>	<b>3,818,617,676</b>	<b>10,309,970,652</b>	<b>1,566,852,945</b>	<b>1,484,928,013</b>	<b>17,180,369,286</b>	<b>3,460,143,058</b>	
<b>Higher Education</b>							
12 <b>Higher Education Tuition Grants Commission</b>	28,431,352		250,000	30,000,000	58,681,352	28,431,352	0.00%
13 <b>The Citadel</b>	32,115,529	42,112,385	134,168,873		208,396,787	31,312,846	2.56%
14 <b>Clemson University - Education &amp; General</b>	232,756,411	296,524,730	1,204,696,335	227,583,438	1,961,560,914	224,705,521	3.58%
15 <b>University Of Charleston</b>	63,338,048	19,500,000	194,062,766	29,000,000	305,900,814	60,999,523	3.83%
16 <b>Coastal Carolina University</b>	39,882,069	21,000,000	280,314,644	0	341,196,713	37,987,077	4.99%
17 <b>Francis Marion University</b>	40,208,183	12,988,495	52,668,968		105,865,646	38,779,067	3.69%
18 <b>Lander University</b>	28,836,279	11,615,741	72,901,104	13,730,321	127,083,445	27,246,670	5.83%
19 <b>South Carolina State University</b>	35,881,029	65,000,000	57,056,047		157,937,076	34,962,739	2.63%
20A <b>University Of South Carolina</b>	343,785,429	273,603,631	1,220,529,343		1,837,918,403	335,164,339	2.57%
20B <b>USC - Aiken Campus</b>	29,922,519	14,500,000	41,457,362		85,879,881	28,730,935	4.15%
20C <b>USC - Upstate</b>	41,334,198	23,650,838	68,376,142		133,361,178	39,449,500	4.78%
20D <b>USC - Beaufort Campus</b>	18,156,369	9,477,915	27,307,011		54,941,295	17,437,968	4.12%
20E <b>USC - Lancaster Campus</b>	12,047,716	4,390,048	13,784,453		30,222,217	11,371,252	5.95%
20F <b>USC - Salkehatchie Campus</b>	6,739,309	3,880,454	8,373,545		18,993,308	6,531,252	3.19%
20G <b>USC - Sumter Campus</b>	11,323,497	4,206,397	10,419,706		25,949,600	10,822,092	4.63%
20H <b>USC - Union Campus</b>	7,422,179	1,928,258	7,661,055		17,011,492	6,997,956	6.06%
21 <b>Winthrop University</b>	42,626,361	51,197,500	87,348,235	13,968,320	195,140,416	40,688,705	4.76%
23 <b>Medical University Of South Carolina</b>	184,950,124	221,666,246	606,626,383		1,013,242,753	178,950,124	3.35%
24 <b>Area Health Education Consortium</b>	14,645,770	844,700	2,808,927		18,299,397	14,645,770	0.00%
25 <b>State Board For Technical &amp; Comprehensive Education</b>	270,888,213	52,614,581	502,130,285		825,633,079	270,888,213	0.00%
45 <b>Clemson University - Public Service Activities</b>	71,613,858	27,375,000	23,395,568		122,384,426	70,863,858	1.06%
46 <b>South Carolina State University - Public Service Activities</b>	10,797,814	5,500,395			16,298,209	10,047,814	7.46%
3 <b>Lottery Expenditure Account</b>				532,515,091	532,515,091	0	0.00%
11 <b>Commission On Higher Education</b>	42,138,228	500,000	5,786,404	885,284	49,309,916	41,977,884	0.38%
<b>Higher Education Total</b>	<b>1,609,840,484</b>	<b>1,164,077,314</b>	<b>4,622,123,156</b>	<b>847,682,454</b>	<b>8,243,723,408</b>	<b>1,568,992,457</b>	

**Appropriations by Agency**

		FY 2026-27 Executive Budget					GF Change in Appropriations	
		General	Federal	Earmarked	Restricted	Grand Total	Dollars	Percentage
<b>Regulatory</b>								
72	<b>Public Service Commission</b>	543,614		7,708,165		8,251,779	543,614	0.00%
73	<b>Office Of Regulatory Staff</b>	3,196,686	932,261	17,234,408	4,639,446	26,002,801	3,196,686	0.00%
74	<b>Workers' Compensation Commission</b>	6,096,329		5,607,845		11,704,174	6,096,329	0.00%
75	<b>State Accident Fund</b>			12,254,625		12,254,625	0	0.00%
78	<b>Department Of Insurance</b>	15,004,302		12,475,754	2,355,000	29,835,056	11,069,307	35.55%
80	<b>Department Of Consumer Affairs</b>	2,527,059		2,907,289		5,434,348	2,447,620	3.25%
81	<b>Department Of Labor, Licensing &amp; Regulation</b>	14,110,407	4,523,994	57,124,260		75,758,661	11,477,383	22.94%
83	<b>Department Of Employment And Workforce</b>	14,690,683	115,376,824	16,444,984	550,000	147,062,491	13,094,073	12.19%
109	<b>Department Of Revenue</b>	61,847,297		60,082,093	95,000	122,024,390	61,847,297	0.00%
110	<b>State Ethics Commission</b>	2,250,080		599,960		2,850,040	2,250,080	0.00%
111	<b>Procurement Review Panel</b>	240,917		2,534		243,451	205,665	17.14%
<b>Regulatory Total</b>		<b>120,507,374</b>	<b>120,833,079</b>	<b>192,441,917</b>	<b>7,639,446</b>	<b>441,421,816</b>	<b>112,228,054</b>	
<b>Transportation</b>								
82	<b>Department Of Motor Vehicles</b>	126,286,512	2,000,000	15,747,596		144,034,108	124,386,512	1.53%
84	<b>Department Of Transportation</b>	223,057,270		128,000	3,086,778,976	3,309,964,246	123,057,270	81.26%
85	<b>Infrastructure Bank Board</b>				125,269,870	125,269,870	0	0.00%
86	<b>County Transportation Funds</b>				160,721,027	160,721,027	0	0.00%
87	<b>Division Of Aeronautics</b>	8,273,375	1,833,067	14,397,800		24,504,242	8,273,375	0.00%
<b>Transportation Total</b>		<b>357,617,157</b>	<b>3,833,067</b>	<b>30,273,396</b>	<b>3,372,769,873</b>	<b>3,764,493,493</b>	<b>255,717,157</b>	
<b>General Government &amp; Cultural</b>								
8	<b>Educational Television Commission</b>	10,767,404	80,000	18,700,719	5,514,281	35,062,404	10,767,404	0.00%
26	<b>Department Of Archives &amp; History</b>	12,678,029	597,183	921,958		14,197,170	12,503,029	1.40%
27	<b>State Library</b>	26,150,189	1,775,946	80,200	80,000	28,086,335	24,623,921	6.20%
28	<b>Arts Commission</b>	10,603,268	534,341	148,707	0	11,286,316	10,603,268	0.00%
29	<b>State Museum Commission</b>	10,550,360		2,161,600		12,711,960	10,550,360	0.00%
30	<b>Confederate Relic Room and Military Museum Commission</b>	1,369,615		419,252		1,788,867	1,369,615	0.00%
79	<b>State Board Of Financial Institutions</b>			7,708,164		7,708,164	0	0.00%
91A	<b>Leg Dept - The Senate</b>	25,837,645		475,000		26,312,645	25,837,645	0.00%
91B	<b>Leg Dept - House Of Representatives</b>	32,559,895				32,559,895	32,559,895	0.00%
91C	<b>Leg Dept - Codification Of Laws &amp; Legislative Council</b>	7,158,182		300,000		7,458,182	7,158,182	0.00%
91D	<b>Leg Dept - Legislative Services Agency</b>	12,180,863				12,180,863	12,180,863	0.00%
91E	<b>Leg Dept - Legislative Audit Council</b>	2,515,188		160,000		2,675,188	2,515,188	0.00%
92A	<b>Governor's Office - Executive Control Of State</b>	5,750,268				5,750,268	4,750,268	21.05%
92C	<b>Governor's Office - Mansion And Grounds</b>	947,909		200,000		1,147,909	647,909	46.30%
92D	<b>Office of Resilience</b>	6,925,192	135,000,000		348,284	142,273,476	6,925,192	0.00%
93	<b>Department of Administration</b>	132,074,088	93,592,173	185,578,032	1,240,268	412,484,561	129,866,908	1.70%
94	<b>Office Of Inspector General</b>	2,635,292				2,635,292	1,987,983	32.56%
96	<b>Secretary Of State's Office</b>	1,663,606		3,949,251		5,612,857	1,663,606	0.00%
97	<b>Comptroller General's Office</b>	6,091,657		1,085,434		7,177,091	6,091,657	0.00%
98	<b>State Treasurer's Office</b>	2,804,321		11,706,809		14,511,130	2,650,321	5.81%
102	<b>Election Commission</b>	22,589,094	3,544,077	1,640,700		27,773,871	22,589,094	0.00%
103	<b>Revenue &amp; Fiscal Affairs Office</b>	7,406,506	1,004,574	7,569,274	50,000,000	65,980,354	7,406,506	0.00%
104	<b>State Fiscal Accountability Authority</b>	2,045,275		23,979,920	8,221,905	34,247,100	2,045,275	0.00%
105	<b>SFAA - State Auditor's Office</b>	7,376,634		3,777,639		11,154,273	7,141,634	3.29%
106	<b>Statewide Employee Benefits</b>	37,280,815				37,280,815	2,779,854	1241.11%
107	<b>Capital Reserve Fund</b>	421,732,306				421,732,306	387,352,137	8.88%
112	<b>Debt Service</b>	153,914,766				153,914,766	153,914,766	0.00%
113	<b>Aid To Subdivisions - State Treasurer</b>	346,412,539				346,412,539	347,614,180	-0.35%
<b>General Government &amp; Cultural Total</b>		<b>1,310,020,906</b>	<b>236,128,294</b>	<b>270,562,659</b>	<b>65,404,738</b>	<b>1,882,116,597</b>	<b>1,236,096,660</b>	
<b>Grand Total</b>		<b>14,037,887,021</b>	<b>14,063,649,265</b>	<b>7,262,714,274</b>	<b>7,397,577,540</b>	<b>42,761,828,100</b>	<b>13,246,162,593</b>	<b>5.98%</b>

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# Governor's Recommended Appropriations



## GOVERNOR'S RECOMMENDED APPROPRIATIONS

### Public Safety and Criminal Justice

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#### **Judicial Department (Sec. 57)**

- \$15,000,000 in one-time funds for Case Management System Modernization
- \$2,200,000 for Additional Circuit Court Judges and Staff
- \$675,000 for a pay raise for Family Court Judges

#### **Administrative Law Court (Sec. 58)**

- \$70,000 for Judges and Solicitors Retirement System (JSRS) Employer Contribution

#### **Attorney General's Office (Sec. 59)**

- \$1,500,000 for Workforce Recruitment and Retention
- \$129,000 for 1 FTE - State Grand Jury Investigator
- \$115,272 for Internet Crimes Against Children Task Force - Inflationary Increases in Operating Costs
- \$130,000 in one-time funds for Witness Protection

#### **Commission On Indigent Defense (Sec. 61)**

- \$30,714 for Technology Shared Services

#### **State Law Enforcement Division (Sec. 62)**

- \$2,100,000 for inflationary increase in operating costs
- \$1,358,889 for Law Enforcement Agent Step increases
- \$998,066 for Worker's Compensation and Insurance Reserve Fund Rate Increases
- \$904,449 for 11 FTEs for New Agents and Support Staff
- \$332,301 in one-time funds for New Equipment for New Agents and Support Staff

#### **Department of Public Safety (Sec. 63)**

- \$35,000,000 in one-time funds for Sheriff's Equipment – Local Law Enforcement Grants

- \$6,869,135 in one-time funds for Regional Dispatch Command Center Equipment Modernization
- \$4,775,165 for 30 FTEs for Bureau of Protective Services Officers and Dispatch at the Capital Complex and Governor's Mansion
- \$3,100,000 in one-time funds for the extension of Security Infrastructure beyond the Capital Complex
- \$3,000,000 in one-time funds for Body Cam Local Grants
- \$2,081,700 for Technology Shared Services for a new employee intranet communication system
- \$1,667,081 for Law Enforcement Officer Step Increases
- \$1,094,799 for Worker's Compensation and Insurance Reserve Fund Rate Increases
- \$1,000,000 in one-time funds for the radio replacement life cycle

#### **Law Enforcement Training Council (Sec. 64)**

- \$400,000 in one-time funds for the East Dorm Restrooms Renovation and HVAC Replacement
- \$103,810 for 1 FTE - Additional Investigator
- \$88,354 for Law Enforcement Instructor Step Increase

#### **Department of Corrections (Sec. 65)**

- \$15,000,000 for Inflationary Increase in Operating Costs
- \$17,000,000 for Funding for Positions and Vacancies
- \$17,500,000 in one-time funds for Deferred Maintenance
- \$2,500,000 in one-time funds for Mainframe Computer Replacement
- \$895,074 for Workforce Recruitment and Retention

#### **Department Of Probation, Parole and Pardon Services (Sec. 66)**

- \$2,065,830 in one-time funds for Digital Fingerprinting Contract renewal
- \$2,000,000 in one-time funds for Technology Shared Services
- \$1,272,318 for the Domestic Violence and Mental Health Program Expansion
- \$47,055 for Law Enforcement Agent Step Increases

#### **Department of Juvenile Justice (Sec. 67)**

- \$4,500,000 for Inflationary Increase in Operating Costs
- \$740,000 for Workforce Retention and Recruitment

#### **Adjutant General's Office (Sec. 100)**

- \$20,000,000 in one-time funds for SCEMD's SC Public Assistance Program
- \$5,000,000 in one-time funds for SCEMD's new Emergency Operations Center for Inflationary Construction Costs
- \$5,000,000 in one-time funds for Armory Revitalization
- \$200,000 in one-time funds for the State Guard for repairs to the Dominion Building

## K-12 Education

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### **Department of Education (Sec. 1)**

- \$90,457,954 in recurring funds for State Aid to Classrooms - Teacher Salary Increase
- \$41,421,250 in recurring funds for Education Scholarship Trust Fund
- \$5,000,000 in one-time funds for School Buses
- \$81,846,929 in EIA funds for Career & Technology Education
- \$8,205,249 in EIA funds for Instructional Support for Districts
- \$15,000,000 in EIA funds for Summer Reading Camps
- \$8,717,000 in EIA funds for Child Nutrition Program
- \$10,000,000 in EIA funds for Instructional Materials
- 1,400,000 in EIA funds for Teacher Strategic Compensation
- \$87,738 in EIA funds for the Governor's School for Arts & Humanities
- \$41,119 in EIA funds for the Wil Lou Gray Opportunity School
- \$190,000 in EIA funds for the School for Deaf & Blind
- \$150,000 in EIA funds for the S.C. Council on Economic Education
- \$3,915 in EIA funds for the John de la Howe Governor's School of Agriculture
- \$29,338 in EIA funds for the Regional Education Centers
- \$192,705 in EIA funds for the Governor's School for Math & Science
- \$108,000 in EIA funds for the Department of Juvenile Justice
- \$26,977 in EIA funds for the Department of Corrections
- \$250,000 in EIA funds for Project READ
- \$40,000,000 in one-time EIA funds for Instructional Materials
- \$20,000,000 in one-time EIA funds for School Safety Grants
- \$1,000,000 in one-time EIA funds for the Teaching Transformation Pilot Program
- \$5,000,000 in one-time EIA funds for the Teacher Strategic Compensation Program
- \$3,200,000 in one-time EIA funds for the Statewide Education Finance Data Platform

### **Office of First Steps (Sec. 2)**

- \$9,860,581 in one-time EIA funds for the CERDEP Expansion in Private Centers
- \$5,000,000 in one-time EIA Funds for Innovation Investments

### **School for the Deaf and The Blind (Sec. 6)**

- \$1,000,000 for Workforce Recruitment and Retention
- \$300,000 in one-time funds for Ground Maintenance Equipment Replacement

### **Governor's School for Agriculture at John de la Howe (Sec. 7)**

- \$2,125,000 in one-time funds for Branch House Renovation

### **Governor's School for Arts and Humanities (Sec. 9)**

- \$250,000 in one-time funds for Campus Access/Security Controls Replacement

## Economic Development and Natural Resources

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### **Forestry Commission (Sec. 43)**

- \$260,000 in recurring support and \$560,000 in one-time funds for New Dedicated Wireless Network - GPS Tracking for Communications During Wildfires
- \$8,000,000 in one-time funds for Land Conservation
- \$2,000,000 in one-time funds for Firefighting Air Water Tanker Contract

### **Department of Agriculture (Sec. 44)**

- \$860,000 for Restaurant Inspectors Funding Replacement
- \$580,000 for 5 FTEs - Food Inspectors
- \$20,000,000 in one-time funds for Growing Agribusiness Fund

### **Department of Natural Resources (Sec. 47)**

- \$2,000,000 for Workforce Recruitment and Retention
- \$2,000,000 for Conservation Education
- \$750,000 for Abandoned Boat Removal
- \$40,000,000 in one-time funds for Land Conservation
- \$10,000,000 in one-time funds for Lake Paul Wallace Dam
- \$3,000,000 in one-time funds for Statewide Flood Inundation Mapping Project - Final Phase

### **Department of Parks, Recreation and Tourism (Sec. 49)**

- \$5,140,727 for Changing Welcome Center Funding to State Funding from Gas Tax
- \$1,596,674 for Workforce Recruitment & Retention
- \$25,000,000 in one-time funds for State Parks Facilities Maintenance
- \$6,500,000 in one-time funds for Sports Marketing Grants
- \$6,000,000 in one-time funds for New Welcome Centers Inflationary Construction Costs
- \$4,000,000 in one-time funds for Santee State Park Boat Ramp Improvements
- \$4,000,000 in one-time funds for Beach Renourishment Grants
- \$2,500,000 in one-time funds for Venues at Arsenal Hill Construction Project
- \$500,000 in one-time funds for South Carolina Songwriters Hall of Fame

### **Department of Commerce (Sec. 50)**

- \$50,048,662 in one-time funds for Inflationary Construction Cost - Scout Motors Inc. Site
- \$5,000,000 in one-time funds for LocateSC

### **SC Conservation Bank (Sec. 53)**

- \$10,000,000 in one-time funds for Land Conservation
- \$3,000,000 in one-time funds for Agriculture - Farm Conservation Grants

### **Department of Environmental Services (Sec. 55)**

- \$2,884,866 for Workforce Recruitment and Retention

## Health and Social Services

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### **Department of Public Health (Sec. 31)**

- \$5,000,000 for Maternal and Child Health Home Visitation Program
- \$1,381,465 for 12 FTEs for Critical Public Health Services - Rabies and TB
- \$399,135 for 2 FTEs - Act 3 of 2025 - Olmstead Act and \$577,157 in one-time funds for Olmstead Act Compliance - Act 3 of 2025
- \$500,000 in one-time funds for Human Coalition Crisis Pregnancy Pilot

### **Department of Vocational Rehabilitation (Sec. 32)**

- \$168,750 in one-time funds for Beaufort VR Center Repaving
- \$147,500 in one-time funds for State Office Building Replacement of VAV Boxes

### **Department of Health and Human Services (Sec. 33)**

- \$102,637,899 for Maintenance of Effort
- \$53,088,540 for Federally required Medicare Premiums for Elderly and Disabled Medicaid Recipients
- \$47,273,728 for Increased Access for Home & Community-Based Services

### **Department of Behavioral Health and Developmental Disabilities (Sec. 34)**

- \$21,000,000 for Office of Intellectual & Developmental Disabilities Operations Sustainability
- \$15,576,202 for Sustaining Inpatient Mental Health Service Enhancements
- \$10,000,000 in recurring support and \$14,100,000 in one-time funds for Information Technology and Cyber Security Modernization
- \$5,845,000 for Substance Addiction Recovery Services (OSUS)
- \$5,000,000 in recurring support and \$5,000,000 in one-time funds for Unified Care Platform Technology - Act 3 of 2025
- \$4,723,089 for Mental Health Crisis Stabilization Teams
- \$2,500,000 for Transportation Contracts for Mental Health Evaluation at State Facilities

### **Department of Social Services (Sec. 38)**

- \$46,887,106 for Enhancing Foster Care Services
- \$34,059,000 for Changes in Federal Funding Match Requirements for SNAP Benefits
- \$25,116,538 in one-time funds for the SNAP Eligibility System Modernization

### **Commission for the Blind (Sec. 39)**

- \$553,301 for an Increase in Elderly Blind Population Requiring Services
- \$361,450 in one-time funds for Contract for Blind and Visually Impaired Services
- \$113,008 for Technology Shared Services

### **Department on Aging (Sec.40)**

- \$2,500,000 for an Increase in Elderly Population Requiring Services

**Department of Children's Advocacy (Sec. 41)**

- \$1,500,000 for New Guardians ad Litem
- \$84,105 for 1 FTE for the Foster Care Review Board
- \$1,646,960 reduction in FTE Authorization
- \$750,000 in one-time funds for the Children's Trust Federal Match

**Commission for Community Advancement and Engagement (Sec. 71)**

- \$250,000 in one-time funds for the Small Business Grants Program
- \$250,000 in one-time funds for the Native American Grants Program

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**Higher Education****Commission on Higher Education (Sec. 11)**

- \$15,000,000 in one-time funds for Meeting Street College Scholarships
- \$500,000 in one-time funds for the South Carolina AI Initiative – ASCEND
- \$160,344 for Technology Shared Services

**The Citadel (Sec. 13)**

- \$1,651,000 in one-time funds for Deferred Maintenance and Critical Capital Projects
- \$802,683 for Tuition Mitigation

**Clemson University (Sec. 14)**

- \$14,111,000 in one-time funds for Deferred Maintenance and Critical Capital Projects
- \$8,050,890 for Tuition Mitigation

**University of Charleston (Sec. 15)**

- \$5,049,000 in one-time funds for Deferred Maintenance and Critical Capital Projects
- \$2,338,525 for Tuition Mitigation

**Coastal Carolina University (Sec. 16)**

- \$4,400,000 in one-time funds for Deferred Maintenance and Critical Capital Projects
- \$1,894,992 for Tuition Mitigation

**Francis Marion University (Sec. 17)**

- \$3,461,000 in one-time funds for Deferred Maintenance and Critical Capital Projects
- \$1,429,116 for Tuition Mitigation

**Lander University (Sec. 18)**

- \$3,672,000 in one-time funds for Deferred Maintenance and Critical Capital Projects
- \$1,589,609 for Tuition Mitigation

**South Carolina State University (Sec. 19)**

- \$2,244,000 in one-time funds for Deferred Maintenance and Critical Capital Projects
- \$918,290 for Tuition Mitigation

**University of South Carolina (Sec. 20A)**

- \$18,364,000 in one-time funds for Deferred Maintenance and Critical Capital Projects
- \$8,621,090 for Tuition Mitigation

**University of South Carolina – Aiken Campus (Sec. 20B)**

- \$3,007,000 in one-time funds for Deferred Maintenance and Critical Capital Projects
- \$1,191,584 for Tuition Mitigation

**University of South Carolina – Upstate (Sec. 20C)**

- \$4,434,000 in one-time funds for Deferred Maintenance and Critical Capital Projects
- \$1,884,698 for Tuition Mitigation

**University of South Carolina – Beaufort Campus (Sec. 20D)**

- \$1,818,000 in one-time funds for Deferred Maintenance and Critical Capital Projects
- \$718,401 for Tuition Mitigation

**University of South Carolina – Lancaster Campus (Sec. 20E)**

- \$2,419,000 in one-time funds for Deferred Maintenance and Critical Capital Projects
- \$676,464 for Tuition Mitigation

**University of South Carolina – Salkehatchie Campus (Sec. 20F)**

- \$744,000 in one-time funds for Deferred Maintenance and Critical Capital Projects
- \$208,057 for Tuition Mitigation

**University of South Carolina – Sumter Campus (Sec. 20G)**

- \$1,793,000 in one-time funds for Deferred Maintenance and Critical Capital Projects
- \$501,405 for Tuition Mitigation

**University of South Carolina – Union Campus (20H)**

- \$1,517,000 in one-time funds for Deferred Maintenance and Critical Capital Projects
- \$424,223 for Tuition Mitigation

**Winthrop University (Sec. 21)**

- \$3,746,000 in one-time funds for Deferred Maintenance and Critical Capital Projects
- \$1,937,656 for Tuition Mitigation

**Medical University of South Carolina (Sec. 23)**

- \$115,000,000 in one-time funds for a Comprehensive Cancer Hospital
- \$9,236,000 in one-time funds for Deferred Maintenance and Critical Capital Projects
- \$6,000,000 for Tuition Mitigation

**State Board for Technical and Comprehensive Education (Sec. 25)**

- \$58,933,499 in one-time funds for South Carolina Workforce Industry Needs Scholarship (SCWINS)
- \$40,306,000 in one-time funds for Deferred Maintenance and Critical Capital Projects
- \$20,000,000 in one-time funds for Equipment for High Demand Job Skills Training
- \$10,000,000 in one-time funds for readySC

**Clemson University- Public Service Activities (Sec. 45)**

- \$3,000,000 in one-time funds for the Multi-Agency Regional
- \$750,000 for Inflationary Increases in Operating Costs
- \$100,000 in one-time funds for an Agriwellness Pilot

**South Carolina State University - Public Service Activities (Sec. 46)**

- \$3,000,000 in one-time funds for the Multi-Agency Regional
- \$750,000 for Inflationary Increases in Operating Costs

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Regulatory**Department of Insurance (Sec.78)**

- \$3,934,995 for Insurance Fraud Division Expansion (Phase 2)

**Department of Consumer Affairs (Sec. 80)**

- \$79,439 for Technology Shared Services
- \$200,000 in one-time funds for 211 Call Center

**Department of Labor, Licensing & Regulation (Sec. 81)**

- \$1,908,024 in recurring support and \$2,978,357 in one-time funds for Technology Shared Services
- \$725,000 for Firefighter Cancer Healthcare Benefit Plan Rate Increase

**Department of Employment and Workforce (Sec. 83)**

- \$1,596,610 in recurring support and \$887,000 in one-time funds for Technology Shared Services

**Procurement Review Panel (Sec. 111)**

- \$23,252 for Workforce Recruitment and Retention
- \$12,000 for Technology Shared Services

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Transportation**Department of Motor Vehicles (Sec. 82)**

- \$4,500,000 in one-time funds for Armored Car Transportation Contracts
- \$1,900,000 for Technology Shared Services

**Department of Transportation (Sec. 84)**

- \$100,000,000 in recurring support and \$1,000,000,000 in one-time funds for Roads, Interstates, and Bridges

**General Government and Cultural**

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**Educational Television Commission (Sec. 8)**

- \$400,000 in one-time funds for Tower Monitoring and Analysis System

**Department of Archives & History (Sec. 26)**

- \$175,000 for Technology Shared Services and Insurance Rate Increase
- \$3,000,000 in one-time funds for Historic Building Preservation Grants
- \$2,000,000 in one-time funds for SC American Revolution Sestercentennial Commission

**State Library (Sec. 27)**

- \$300,000 for Technology Shared Services
- \$1,226,268 for Increase Aid to Public Library Systems

**State Museum Commission (Sec. 29)**

- \$250,000 in one-time funds for New HVAC Monitoring System

**Governor's Office (Sec. 92A)**

- \$1,000,000 for 2 FTEs - New System and Technology Upgrades - Boards & Commissions
- \$1,000,000 in one-time funds for Transition Costs - New Administration

**Governor's Mansion & Grounds (Sec. 92C)**

- \$300,000 for Inflationary Increases in Operating Costs

**Office of Resilience (Sec. 92D)**

- \$10,000,000 in one-time funds for Statewide Mitigation Projects
- \$1,000,000 in one-time funds for Bridge Box Flood Monitoring Program

**Department of Administration (Sec. 93)**

- \$2,207,180 for recurring support and \$4,000,000 in one-time funds for New Office of Statewide Data and Chief Data Officer

**Office Of Inspector General (Sec. 94)**

- \$647,309 in recurring support and \$38,156 in one-time funds for 5 FTEs – Investigators and Equipment

**State Treasurer's Office (Sec. 98)**

- \$154,000 for Technology Shared Services

**Election Commission (Sec. 102)**

- \$21,174,755 in one-time funds for Statewide Voting System Loan Repayment
- \$2,040,000 in one-time funds for Curbside Voting Carts

**State Auditor's Office (Sec. 105)**

- \$235,000 for Lease, Technology, and Required Financial Reporting Costs

**Procurement Review Panel (Sec. 111)**

- \$23,252 for Workforce Recruitment and Retention
- \$12,000 for Technology Shared Services

**Statewide Employee Benefits (Sec. 106)**

- \$36,694,000 for the employer's share of the State Health Plan annualization

**Capital Reserve Fund (Sec. 107)**

- \$34,380,169 to meet the statutory funding level for Capital Reserve Fund

**Aid to Subdivisions – State Treasurer (Sec. 113)**

- \$15,294,812 to meet statutory funding requirements for the Local Government Fund
- \$16,496,453 reduction for the Aid to Fire Districts - Shift to Other Funds

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# Governor's Proviso Recommendations

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**1.3****State Aid to Classrooms**

Amend

*This proviso allocates funds for State Aid to Classrooms. The amendment raises the starting minimum teacher salary from \$48,500 to \$50,500 and adjusts the State Minimum Teacher Salary Schedule accordingly. The salary used to determine funding required for the state effort is based on a teacher having a master's degree and twelve years of experience, which equates to \$80,378 including fringe benefits. The amendment deletes the review by the South Carolina Revenue and Fiscal Affairs Office of the student weights because the review has been completed and recommendations made, many of which are also included in this amendment.*

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**1.6****Educational Responsibility/Foster Care**

Amend (Technical)

*This proviso amends the name of the Department of Disabilities and Special Needs to the Office of Intellectual Developmental Disabilities and in the Department of Behavioral Health and Developmental Disabilities as required by Act 3 of 2025.*

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**1.46****Full-Day 4K**

Amend

*This proviso specifies funding levels for public and private full-day 4K providers. The amendment excludes school districts who are participating in the wait list pilot from the September 1 requirement to share wait lists. The amendment also requires the Education Oversight Committee to evaluate annually the ability of public and private providers to increase the number of CERDEP classrooms to serve students whose annual family income is three hundred percent or less of the federal poverty guidelines.*

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**1.69****Teacher Salaries/SE Average**

Amend

*This proviso establishes the southeastern average teacher salary. This amendment updates the projected southeastern average teacher salary from \$61,964 in 2025-2026 to \$65,545 in 2026-2027 and updates the fiscal year reference.*

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**1.72**

**ESSER Monthly Funding Report**

Delete

*This proviso requires the Department of Education to submit a monthly report to the Executive Budget Office documenting the expenditure of federal funds through the Elementary and Secondary Emergency Education Relief Fund and the Emergency Assistance to Non-Public Schools Program. All funds have been expended; therefore, the reports are no longer needed.*

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**1.74**

**Funding for Schools Safety**

Amend (Technical)

*This proviso establishes an application process by which funds appropriated for school safety upgrades can be allocated to public school districts and charter school authorizers. The amendment updates year references to conform to the fiscal year.*

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**1.76**

**Retired Teacher Salary Negotiation**

Amend (Technical)

*This proviso allows school districts when hiring retired teachers to negotiate their salaries below the district salary schedule. The amendment updates the fiscal year reference.*

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**1.84**

**Surplus Property**

Amend (Technical)

*This proviso requires school district to transfer or offer for sale or lease any surplus property that has been vacant, unused, or unused for direct student instruction for the previous four years and to publish such property on the district website. The amendment updates year references to conform to the fiscal year.*

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<b>1.87</b>	<b>Reporting Requirements</b>
Delete	<i>This proviso suspends the college freshman reporting requirement and directs the Department of Education to streamline data collection for several statutory reports. Act 12 of 2025 codified the proviso; therefore, the proviso can be deleted.</i>
<b>1.96</b>	<b>District Accounting Systems and Best Practices</b>
Delete	<i>This proviso creates a study committee to examine and propose improvements to the existing district accounting systems used by school districts. The study committee issued a report on May 31, 2025; therefore, the proviso is no longer needed.</i>
<b>1.103</b>	<b>Child Nutrition Programs</b>
Amend	<i>This proviso prohibits the charging of fees for reduced-price meals under the School Lunch Program. The amendment directs that funds included in this Executive Budget for school breakfast programs must provide each student with breakfast each day at no cost to the student upon his request without consideration of the student's eligibility for a federally funded free or reduced-price meal.</i>
<b>1.110</b>	<b>SDE: Assessments and Final Grade Determination</b>
Amend (Technical)	<i>This proviso prohibits any school district from requiring the inclusion of student performance on any district-selected benchmark assessment in calculating a student's final grade in any course or subject. The amendment updates the fiscal year reference.</i>

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<b>1.112</b>	<b>Employment Contracts</b>
Add New	<i>At the request of the Department of Education, this proviso is added to require a local school district board of trustees who enters a contract with the district superintendent after July 1 of the current fiscal year to ensure that in the case of mutual dissolution of the contract the amount paid by the district cannot exceed one year's salary.</i>

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<b>1.113</b>	<b>Special Education</b>
Add New	<i>The Executive Budget recommends adding a proviso to assess special education in schools identified with needing to improve education services to students with special education.</i>

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<b>1A.6</b>	<b>CHE/Teacher Recruitment</b>
Amend	<i>This proviso directs the allocation of Education Improvement Act (EIA) appropriations for teacher recruitment initiatives. The amendments that expand the responsibilities and duties of the Teacher Loan Advisory Committee were recommended by the Education Oversight Committee after the Committee's annual evaluation of the Teacher Loan Program.</i>

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<b>1A.9</b>	<b>Teacher Supplies</b>
Amend (Technical)	<i>This proviso directs the distribution of Education Improvement Act (EIA) revenues for teacher supplies. The amendment updates the tax year references.</i>

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**1A.25****Full-Day 4K**

Amend

*This proviso specifies funding levels for public and private full-day 4K providers. The amendment excludes school districts who are participating in the wait list pilot from the September 1 requirement to share wait lists. The amendment also requires the Education Oversight Committee to evaluate annually the ability of public and private providers to increase the number of CERDEP classrooms to serve students whose annual family income is three hundred percent or less of the federal poverty guidelines.*

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**1A.30****Teacher Salaries/SE Average**

Amend

*This proviso establishes the southeastern average teacher salary. This amendment updates the projected southeastern average teacher salary from \$61,964 in 2025-26 to \$65,545 in 2026-27 and updates the fiscal year reference.*

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**1A.44****Rural Teacher Recruiting Incentive**

Amend

*The proviso allocates funds to assist rural school districts in recruiting and retaining teachers. The amendment deletes references to an evaluation of the program by the Education Oversight Committee that will be completed during the current fiscal year.*

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**1A.50****Career and Technology Education**

Amend

*This proviso establishes how funds appropriated for Career and Technology Education are allocated. The Executive Budget reallocates approximately \$81.8 million from State Aid to Classrooms to this line item. The amendment establishes a formula to allocate these funds to school districts, charter school authorizers and multi-district career centers based on the prior year's 135 day average daily membership.*

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<b>1A.61</b>	<b>Surplus</b>
Amend	<i>This proviso directs the allocation of non-recurring EIA revenues. The amendment establishes funding priorities for Fiscal Year 2026-27.</i>
<b>1A.71</b>	<b>CERDEP Foundational Literacy Skill Training</b>
Amend	<i>This proviso directs the Department of Education to train public educators and class aides working in the South Carolina Early Reading Development and Education Program (CERDEP) in foundational literacy skills. At the request of the Department of Education, the proviso is amended to clarify that educators taking the training will earn the R2S CERDEP Literacy Teacher Endorsement, which is one course.</i>
<b>1A.72</b>	<b>Teacher Loan Program</b>
Amend	<i>This proviso directs the South Carolina Student Loan Corporation to create two programs to improve the recruitment and retention of teachers using funds in the revolving loan account. The amendments incorporate recommendations of the 2025 Teacher Loan Report as adopted by the Education Oversight Committee.</i>
<b>1A.73</b>	<b>Strategic Teacher Career Ladder Pilot Implementation</b>
Add New	<i>This proviso directs the Department of Education to pilot a strategic Teacher Career Ladder (TCL) Program that would reward high performing teachers with career advancement through advanced license designations. The proviso and funds in this Executive Budget were recommended by the Department of Education.</i>

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<b>3.5</b>	<b>FY 2026-27 Lottery Funding</b>
Amend (Technical)	<i>This proviso directs the allocation of lottery revenues. This amendment removes prior year allocations and conforms to the Fiscal Year 2026-2027 Executive Budget recommendations. The amendment eliminates the transfer of funds from the SC Institutions of Innovation and Information to the Higher Education Excellence Enhancement Program (HEEP) since the transfer has been completed. The amendment also allows unexpended funds from the College Transition Program appropriation to be used to develop additional programs.</i>
<b>8.6</b>	<b>Local Programming</b>
Add New	<i>The Executive Budget recommends a proviso directing that general funds and state FTEs authorized in Fiscal Year 2026-2027 to South Carolina ETV must be dedicated to increasing local, state, and regionally-produced news, educational, cultural, sports, entertainment, and state government transparency programming.</i>
<b>11.12</b>	<b>Other Funded FTE Revenue</b>
Delete	<i>This proviso requires the Executive Budget Office to inform the Commission on Higher Education when an institution of higher learning requests other funded positions and if the institution has sufficient revenue to fund the positions. At the request of the Commission on Higher Education, the proviso is deleted because the Commission does not need the data.</i>
<b>11.20</b>	<b>Review of Tuition Mitigation Calculations</b>
Delete	<i>The proviso required the Commission on Higher Education to review the calculation of tuition mitigation funding to public institutions of higher education. The report was submitted; therefore, the proviso is no longer needed.</i>

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11.21

## College of Veterinary Medicine

Add New

*At the request of Clemson University, the Executive Budget includes a proviso to transfer \$1.7 million from the Southern Regional Education Board (SREB) contract program to the College of Veterinary Medicine at Clemson University. These funds had been used to ensure South Carolina residents attending out-of-state veterinary medicine programs were assessed using in-state tuition.*

19.2

## SCSU: Loan Forgiveness

Delete

*The proviso forgave the principal balance and all associated interest and costs of the South Carolian Budget Control Board Operating Loan issued to South Carolina State University in 2015. Therefore, the proviso can be deleted.*

20.6

## Permanent Improvement Projects

Delete

*The proviso redirected funds for permanent improvement projects. Because the funds have been redirected, the proviso is no longer needed.*

20.7

## **Harper Elliott Honors College**

Delete

*The proviso redirected funds from the one capital project to another at the University of South Carolina. The funds have been redirected; therefore, the proviso is no longer needed.*

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<b>20.9</b>	<b>Substance Abuse Prevention</b>
Delete	<p><i>The proviso encourages the Office of Substance Abuse Prevention and Education at the University of South Carolina to apply for local, state and/or federal grants funds to support a program that would increase availability of over-the-counter opioid reversal medications. At the request of the University of South Carolina, the proviso is deleted because the University of South Carolina is an established community distributor of over-the-counter opioid reversal medications and is pursuing new avenues for distributing the medications.</i></p>
<b>23.4</b>	<b>Blood Borne Virus Screening</b>
Delete	<p><i>This proviso directs the Medical University of South Carolina (MUSC) to develop a pilot blood borne virus screening program. The Executive Budget recommends deleting the proviso because a new proviso is proposed for implementation by the Department of Public Health.</i></p>
<b>23.5</b>	<b>Residential Rehabilitation Treatment Assessment</b>
Delete	<p><i>This proviso directs the MUSC Hospital Authority to assess the need for long-term inpatient residential treatment programs for alcohol and substance abuse treatment. The report has been completed, and MUSC requests deletion of the proviso.</i></p>
<b>27.1</b>	<b>Aid to Counties Libraries Allotment</b>
Amend	<p><i>This proviso allocates funds to county libraries. The amendment increases the minimum amount per county from \$150,000 to \$200,000.</i></p>

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<b>31.47</b>	<b>Nursing Home Review</b>
Delete	<i>This proviso directs the Department of Public Health to conduct a study regarding requirements for memory care facilities and assisted living facilities within nursing homes. The report will be completed during the current fiscal year; consequently, the proviso can be deleted.</i>
<b>31.48</b>	<b>Florence Health Department HVAC</b>
Delete	<i>This proviso redirects funds from the Department of Public Health's Florence Office for the HVAC for relocation projects. The funds have been redirected; therefore, the proviso is no longer needed.</i>
<b>31.49</b>	<b>Health Systems Modernization</b>
Add New	<i>This proviso requires the Department of Administration's Office of Technology Information Services to provide project oversight related to any upgrades to the electronic health records system that the Department of Public Health conducts.</i>
<b>31.50</b>	<b>Partnerships</b>
Add New	<i>This proviso requires the Department of Public Health to partner with providers to augment and increase access to clinical high quality reproductive healthcare services.</i>

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<b>31.51</b>	<b>Blood Borne Virus Screening</b>
Add New	<i>This proviso requires the Department of Public Health to collaborate with the Frontlines of Communities in the United States Initiative and the South Carolina Hospital Association to develop, implement and sustain a program to improve the screening, diagnosis and linkage to care for blood borne viruses through routine screening services in hospital emergency departments.</i>
<b>31.52</b>	<b>Maternal and Child Health Home Visitation</b>
Add New	<i>This proviso directs the Department of Public Health to allocate \$5.0 million in additional state funds recommended in this Executive Budget to Children's Trust to expand the State's home visiting programs.</i>
<b>33.20</b>	<b>Medicaid Accountability and Quality Improvement Initiative</b>
Amend	<i>The proviso directs the Department of Health and Human Services to implement accountability and quality improvement initiatives. At the request of DHHS, the proviso is amended to stipulate that up to \$4,000,000 in funds created through Act 301 of 1973 will be distributed for capital improvements to facilities based on a grants process that ensures funds are provided on a needs-based approach. And the amendment changes the name of the Department of Alcohol and Other Drug Abuse Services to the Office of Substance Use Services in the Department of Behavioral Health and Developmental Disabilities as required by Act 3 of 2025.</i>
<b>33.33</b>	<b>Defunding Planned Parenthood</b>
Add New	<i>The Executive Budget recommends adding this proviso prohibiting the Department of Health and Human Services from accepting federal funding for family planning. The Department is also given guidance regarding the prohibition of expending state funds for family planning that directly or indirectly subsidizes abortion services, procedures, or administrative functions.</i>

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<b>34.1</b>	<b>Patient Fee Account</b>
Amend	<i>This proviso directs the Office of Mental Health to allocate funds from its Patient Fee Account to various functions. The Executive Budget recommends amending the proviso to eliminate the transfer of \$400,000 to the Continuum of Care because the responsibilities of the Continuum of Care are now being performed by contracted Managed Care Organizations.</i>
<b>34.10</b>	<b>Orangeburg Crisis Stabilization Unit Facility</b>
Amend	<i>This proviso directs up to \$2.0 million in funds previously appropriated to create a crisis stabilization unit facility in Orangeburg County. The amendment redirects the funds to be used for supportive housing rather than a crisis stabilization unit facility to meet the needs of the residents.</i>
<b>34.20</b>	<b>Unlicensed Medication Providers</b>
Amend	<i>This proviso allows designated unlicensed persons in intermediate care facilities for individuals with intellectual disabilities operated by the South Carolina Department of Behavioral Health and Developmental Disabilities and community-based programs sponsored, licensed or certified by the South Carolina Department of Behavioral Health and Developmental Disabilities to administer prescribed medications. The amendment expands the proviso to include specified tasks and requires that the provision of medication must be performed under the supervision of a licensed nurse working within his or her scope of practice.</i>
<b>34.22</b>	<b>Debt Service Account</b>
Delete	<i>This proviso requires the Office of Intellectual and Developmental Disabilities to utilize uncommitted dollars in their debt service account for operations and services that are not funded in the appropriations bill. All funds have been expended; therefore, the proviso is no longer needed.</i>

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<b>34.35</b>	<b>FTE Management</b>
Add New	<i>The Executive Budget recommends adding this proviso that defines at-will employees at the Department of Behavioral Health and Developmental Disabilities.</i>
<b>34.36</b>	<b>Collaboration Technology</b>
Add New	<i>This proviso directs the Department of Behavioral Health and Developmental Disabilities to consult with the Department of Administration regarding the procurement of collaboration technology required by state law.</i>
<b>38.14</b>	<b>Family Foster Care Payments</b>
Amend	<i>This proviso directs payments to foster families for the care of foster children. The proviso amendment increases the designated amounts.</i>
<b>38.27</b>	<b>Economic Services System Application Modernization (ESSAM)</b>
Amend	<i>This proviso allows the Department of Social Services (DSS) to carry forward any unexpended funds for the Economic Services System Application Modernization (ESSAM) Project. The proviso is amended to require DSS to work with the Department of Administration's Office of Technology and Information Services regarding the design, development, security, privacy controls and implementation of the ESSAM application.</i>

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**38.28**

**Faith-Based Private Child Placing Agencies**

Add New

*The Executive Budget recommends adding this new proviso to provide guidance to the Department of Social Services regarding faith-based child placing agencies.*

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**39.5**

**Carry Forward**

Add New

*The Executive Budget recommends adding this proviso, allowing the Commission for the Blind to carry forward unexpended funds that were appropriated for direct services and to expend these funds for the same purpose.*

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**40.5**

**Home and Community Based Services**

Amend

*At the request of the Department on Aging, the Executive Budget recommends amending the proviso to limit services to meals and transportation in the event of a funding emergency to include a mid-year reduction, delay or elimination of federal funding.*

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**40.11**

**Reserve Funds**

Add New

*At the request of the Department on Aging, the Executive Budget recommends adding a new proviso that allows the agency to allocate carryforward funds to Area Agencies on Aging in the event of a delay or elimination of federal funds and to return any unused funds to the Department on Aging.*

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<b>41.3</b>	<b>Continuum of Care Carry Forward</b>
Delete	<i>This proviso allows the Department of Children's Advocacy to carry forward funds from the Continuum of Care Program. Because the responsibilities of the Continuum of care are now being performed by contracted Managed Care Organizations, the proviso is no longer needed.</i>
<b>43.7</b>	<b>Response to Declared Emergencies</b>
Amend	<i>This proviso authorizes the State Treasurer and the Comptroller General to direct funds from the Disaster Trust Fund or General Fund of the State to the Forest Commission to cover the costs incurred during a declared emergency. The amendment would increase the total amount that could be transferred from the Disaster Trust Fund or General Fund of the state from \$3.0 million to \$5.0 million due to the increased costs of wildfire suppression.</i>
<b>47.16</b>	<b>Grant Matching Programs</b>
Amend	<i>This proviso allows state funds to be used to match grants for the North American Wetlands Conservation Act or similar wetland enhancement and restoration projects as well as for the state match for the Wildlife and Sportfish Restoration grant program. At the request of the Department of Natural Resources (DNR), the proviso is amended to update the reference to the grant program.</i>
<b>47.19</b>	<b>Deer Processing Pilot Program</b>
Amend (Technical)	<i>This proviso creates the Pilot Deer Donation program at the DNR. The proviso contains a reporting date, which must be updated.</i>

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**49.19**

**PRT: Local Film Carry Forward**

Amend (Technical)

*This proviso allows the Department of Parks, Recreation and Tourism to carry forward up to \$2 million in funds for the South Carolina Film Commission. The amendment updates the fiscal year reference.*

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**49.23**

**Regional Promotions Carry Forward**

Add New

*This proviso was requested by the Department of Parks, Recreation and Tourism to allow the agency to carry forward any prior year unexpended general operation funds for Regional Promotions and to expend these funds for the same purpose.*

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**50.25**

**Sustainable Aviation Fuel Production**

Amend (Technical)

*This proviso directs the Department of Commerce to partner with a public research institution to conduct a study on the viability of sustainable aviation fuel production. It contains a fiscal year reference, which must be updated.*

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**50.26**

**Nuclear Advisory Council**

Add New

*This proviso directs funds from the South Carolina Energy's Office radioactive waste funds to reimburse the Nuclear Advisory Council for travel expenses. Because Act 41 of 2025 moved the Nuclear Advisory Council from the Department of Administration to the Department of Commerce, the corresponding proviso is also being moved from the Department of Administration to the Department of Commerce.*

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<b>55.22</b>	<b>York Water Filtration Fund</b>
Delete	<i>This proviso redirected funds appropriated for the York Water Filtration Plan to the Lincoln Road Sidewalk Project. The funds have been expended, and the Department of Environmental Services requests that the proviso be deleted.</i>
<b>55.23</b>	<b>PFAS Pilot Program</b>
Amend (Technical)	<i>This proviso creates the PFAS Removal Evaluation Fund and requires a report with a due date that must be updated.</i>
<b>55.25</b>	<b>State Water Planning</b>
Add New	<i>At the request of the Department of Environmental Services, the Executive Budget recommends adding a proviso to redirect funds previously appropriated for the hydrology program at the South Carolina Department of Natural Resources to be utilized for the development and implementation of the SC State Water Plan by the Department of Environmental Services pursuant to Act 60 of 2023.</i>
<b>57.20</b>	<b>JUD: Judicial Branch Office Space Renovations</b>
Delete	<i>This proviso redirects funds for the renovation of the Calhoun Building and Supreme Court Building. The funds have been redirected; therefore, the proviso is no longer needed.</i>

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<b>64.4</b>	<b>East Dorm Renovations</b>
Add New	<i>At the request of the Law Enforcement Training Council, the Executive Budget recommends establishment of this proviso to repurpose approximately \$911,256 in funds previously appropriated for an emergency generator at the Council for renovations to the East Dorm restroom and HVAC system.</i>
<b>66.6</b>	<b>Reentry Transition Services</b>
Amend (Technical)	<i>This proviso allocates up to \$500,000 in fund balances to reentry transition programs. This amendment updates the fiscal year reference.</i>
<b>71.7</b>	<b>Carry Forward of Small and Minority Business Contracting and Certification Budget</b>
Amend	<i>The proviso allows the agency to carry forward unexpended funds. The amendment changes the name of the Commission for Minority Affairs to the Commission for Community Advancement as required by Act 56 of 2025.</i>
<b>72.4</b>	<b>Avoided Cost Experts</b>
Amend	<i>At the request of the Public Service Commission, the proviso is amended to allow unexpended funds that may be used for third-party avoided cost consultants and experts to be carried forward into the next fiscal year and expended for the same purpose.</i>

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**81.10****Illegal Immigration Hotline Assistance**

## Amend (Technical)

*This proviso amends the name of the Commission for Minority Affairs to the Commission for Community Advancement & Engagement as required by Act 56 of 2025.*

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**83.5****REED Act Spending Authority**

## Amend (Technical)

*This proviso allows the Department of Employment and Workforce to dispose of unused property that has federal equity, and in compliance with the Reed Act, use the funds for the Unemployment Insurance program. This amendment updates a date reference.*

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**83.7****Systemic Study of Higher Education**

## Add New

*The Executive Budget recommends adding this proviso for a study of public higher education programs to be managed by the Coordinating Council for Workforce Development. The study should ensure that academic programs offered in our public institutions of higher education are aligned with the current and future workforce needs of our State.*

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**84.17****Waiver Valuations**

## Amend (Technical)

*This proviso requires the Department of Transportation to report to the Senate Transportation Committee and to the House Education and Public Works Committee on waiver valuations as defined by the Federal Highway Administration. The amendment updates a year reference.*

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**88.1****Charleston Cooper River Bridge Project**

Amend (Technical)

*This proviso directs the State Ports Authority to pay the State Transportation Infrastructure Bank \$1,000,000 to continue the Charleston Cooper River Bridge Project. This amendment updates fiscal year references.*

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**88.7****Funds for Logistics Site in Jasper County**

Add New

*As requested by the State Ports Authority, this proviso directs the State Ports Authority to distribute up to \$1.8 million in funds previously appropriated for the Jasper Ocean Terminal Facility Permitting and Infrastructure Fund to the Southern Carolina Regional Development Alliance to construct a port logistics facility. The facility would serve warehousing and cold storage needs. The proviso further requires the Department of Commerce to approve the distribution of the funds.*

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**92D.1****Catastrophic Weather Event**

Amend

*This proviso allows that any improvements made to homes damaged in Hurricane Matthew of 2016 or Hurricane Florence of 2018 will not be reassessed at a higher tax rate because of the assistance that was provided from the CDBG-DR funds. At the request of the Office of Resilience, the proviso is amended to update a year reference. In the event the assisted owner later sells the home after the lien period, then the amendment allows the property to no longer be subject to the protections provided.*

---

**93.11****Nuclear Advisory Council**

Delete

*This proviso allows the Office of Regulatory Staff to reimburse the Department of Administration for travel expenses associated with the Governor's Nuclear Advisory Council from the SC Energy Office's radioactive waste funds. Act 41 of 2025, the South Carolina Energy Security Act, moved the Nuclear Advisory Council to the Department of Commerce, and the proviso has been moved as well.*

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<b>93.12</b>	<b>QECB Allocation</b>
Delete	<i>This proviso directs the director of the Department of Administration to develop and implement a plan to utilize the state's remaining Qualified Energy Conservation Bond allocation to fund energy conservation projects on state-owned buildings. The federal tax bill eliminated the bonds so the project can no longer be pursued.</i>
<b>93.14</b>	<b>SCEIS Carryforward</b>
Amend (Technical)	<i>This proviso allows the Department of Administration to carry forward funds for the SCEIS conversion project. This amendment updates a fiscal year reference.</i>
<b>93.16</b>	<b>Colleton County</b>
Delete	<i>This proviso redirects funds appropriated in Act 239 of 2022 for the Colleton County industrial shell building and road engineering to Colleton County for the purchase of additional land at the Colleton Mega Site. The funds have been disbursed; therefore, the proviso is no longer needed.</i>
<b>93.21</b>	<b>Office of Statewide Data</b>
Add New	<i>This proviso creates the Office of Statewide Data at the Department of Administration. The objective of the Office is to improve the management, transparency and utilization of state data across all state agencies to improve public policy, enhance citizen services and foster transparency in state operations.</i>

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<b>96.1</b>	<b>UCC Filing Fees</b>
Amend	<i>This proviso allows the Secretary of State's Office to retain up to \$180,000 from fees collected to administer the Uniform Commercial Code. The amendment would increase the amount of fees that can be retained by \$70,000.</i>
<b>98.9</b>	<b>Penalties for Non-Reporting</b>
Amend	<i>This proviso directs the State Treasurer to withhold all state payments to a municipality that fails to submit audited financial statements as required by state law. At the request of the State Treasurer, the amendment conforms the language of the proviso to Sections 5-7-240 and 14-1-208 to include compiled financial statements.</i>
<b>99.1</b>	<b>Fiduciary Audit</b>
Amend (Technical)	<i>This proviso suspends the solicitation for a fiduciary audit by the Retirement System Investment Commission. The amendment updates the fiscal year reference.</i>
<b>100.24</b>	<b>SC Public Assistance Program</b>
Amend	<i>This proviso creates the South Carolina Public Assistance Program to support disaster recovery for localized hazard events that do not meet the thresholds for a federal disaster declaration. The proviso is amended to allow state and local governmental agencies and utilities to be eligible for reimbursement for eligible costs. In addition, SCEMD may use up to five percent of the appropriated funds to administer the program.</i>

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## 105.7 Auditing Moratorium

Amend (Technical) *This proviso allows the State Auditor or a member of his staff to conduct an audit of program activity or agency for which he managed or was employed by after one year has passed. The amendment updates a fiscal year reference.*

## 105.8 Carry Forward

Amend (Technical) *This proviso authorizes the State Auditor to carry forward all unexpended funds from the prior fiscal year. The amendment updates a fiscal year reference.*

## 108.5 State Health Plan

Amend (Technical) *This proviso establishes the employer and subscriber premiums for the State Health Plan. This amendment updates the date reference and rates.*

## **108.11 South Carolina Retiree Health Insurance Trust Fund**

**Delete** *This proviso suspends provisions of Section 1-11-705(I)(2) and allows surplus funds that would otherwise have been transferred to the South Carolina Retiree Health Insurance Trust Fund from the operating account for the State's employee health insurance program to remain in the operating account for the State's employee health insurance program. The proviso was needed when health care services were delayed during the Covid-19 pandemic. There is no longer evidence of any material delay in care; therefore, at the request of the Public Employee Benefit Authority (PEBA), the proviso is deleted.*

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**108.12 Fiduciary Audit**

Amend (Technical) *This proviso suspends bid solicitations for the fiduciary audit for the current fiscal year. The Executive Budget recommends updating the fiscal year reference.*

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**108.13 PORS and SCRS Return to Work**

Amend *This proviso addresses the compensation earnings for the Police Officer Retirement System (PORS). The Executive Budget recommends amending the timeframe for return to work upon retirement of a PORS member from twelve months to 30 days.*

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**108.14 PORS Return to Work**

Amend *This proviso addresses the Return to Work program offered under the Police Officer Retirement System. The Executive Budget recommends amending the timeframe for return to work upon retirement of a PORS member from twelve months to 30 days.*

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**108.16 Cost Containment**

Add New *The Executive Budget recommends adding this proviso to request cost containment review of the third-party administrators of the medical, dental, behavioral health, vision, and prescription drug plans under the Public Employee Benefit Authority.*

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**109.17****Emergency Commodity Assistance Program**

Amend (Technical)

*This proviso exempts from state income taxes federally-earned emergency commodity assistance funds. The amendment updates the fiscal year reference.*

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**109.18****Active First Responder Tax Credit**

Add New

*The Executive Budget recommends adding this proviso providing a \$2,000 nonrefundable income tax credit for tax year 2026 to active sworn law enforcement officers, firefighters and emergency medical technicians.*

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**110.3****Lobbyists and Lobbyist Principal Registration**

Add New

*The Executive Budget recommends adding this new proviso to require any individual paid to influence decisions or actions of officials or employees of any local political subdivision of the State, to include county, city, town, municipality, school district, or special purpose district to register as a lobbyist, and their employer must likewise register as a lobbyist principal.*

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**112.1****Excess Debt Service**

Amend (Technical)

*This proviso directs the State Treasurer's Office to utilize excess debt service funds to pay down general obligation bond debt. This amendment updates the fiscal year reference.*

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113.2 Quarterly Distributions

Amend (Technical) *This proviso provides guidance on the quarterly distribution of funds to local governments. This amendment updates the fiscal year reference.*

## 113.11 Employment Contracts and Political Subdivisions

**Add New** *The Executive Budget recommends adding a proviso that prohibits a political subdivision that receives aid from the Local Government Fund from including a term in any contract of employment for a settlement amount that exceeds one year's salary or the remainder of the contract value, whichever is less.*

## 117.2 Appropriations From Funds

Amend (Technical) *This proviso states that funds appropriated in this General Appropriations Act are for the current fiscal year. This amendment updates the fiscal year reference.*

Amend (Technical) *This proviso defines “current fiscal year” and “prior fiscal year.” This amendment updates the year references.*

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**117.99**

**South Carolina Welcome Centers**

Delete

*The Executive Budget recommends a direct appropriation to the Department of Parks, Recreation and Tourism for the operation of Welcome Centers; therefore, the transfer of funds from the Department of Transportation as directed by this proviso is no longer needed.*

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**117.110**

**Retail Facilities Revitalization Act Repeal Suspension**

Amend (Technical)

*This proviso suspends the repeal of Chapter 34 of Title 6 of the 1976 Code related to property and income tax credits for rehabilitation expenses incurred during renovation of former retail or service facilities. This amendment updates the fiscal year reference.*

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**117.114**

**SCRS & PORS Trust Fund**

Amend (Technical)

*This proviso directs the use of funds appropriated to the Public Employee Benefit Authority for credit given to participating employers of the South Carolina Retirement System and the Police Officers Retirement System. This amendment updates the fiscal year reference.*

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**117.116**

**Opioid Abuse Prevention and Treatment Plan**

Amend (Technical)

*This proviso amends the name of the Department of Alcohol and Other Drug Abuse Services and Department of Mental Health to the Office of Substance Use Services and the Office of Mental Health in the Department of Behavioral Health and Developmental Disabilities as required by Act 3 of 2025.*

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117.123 Medical Marijuana Research

Amend (Technical) *This proviso allows the university of South Carolina College of Pharmacy and the Medical University of South Carolina to conduct research on medical marijuana. This proviso contains a date reference that must be updated.*

## **117.138 Employee Compensation**

**Amend** *The Executive Budget recommends amending this proviso to conform to funding.*

117.143 Electricity Market Reform

Amend (Technical) *This proviso established the Electricity Market Reform Study Committee. This amendment updates the reporting year reference.*

## **117.144 Homestead Exemption Fund**

Amend (Technical) *This proviso was first introduced in the FY2021-22 General Appropriations Act and suspends Section 11-11-156(C) of the 1976 Code. This amendment updates the fiscal year reference.*

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<b>117.149</b>	<b>In-State Tuition Mitigation</b>
Amend	<i>This proviso provides the amount that public institutions of higher education receive for tuition mitigation and the requirements to receive the funding. The Executive Budget recommends updating these amounts to conform to funding.</i>
<b>117.156</b>	<b>Millage Calculation</b>
Amend (Technical)	<i>This proviso allows municipalities to make a millage rate adjustment due to a delay in the release of the 2020 Census. It contains a fiscal year reference, which must be updated.</i>
<b>117.157</b>	<b>Employee Retention and Recruitment</b>
Delete	<i>This proviso requires the Circuit Solicitor and Circuit Public Defender for each judicial circuit to provide semi-annual reports on pending warrants to the Commission on Prosecution Coordination and the Commission on Indigent Defense. This requirement is a duplication of reporting efforts. The reporting of pending warrants is already being collected and reported centrally by the South Carolina Judicial branch and is publicly available on its website.</i>
<b>117.159</b>	<b>Abandoned Textile Mills</b>
Amend (Technical)	<i>This proviso sets parameters for tax credits for abandoned textile mills. It includes a date reference that must be updated.</i>

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117.164

## Prostate Cancer Study Committee

Amend (Technical) *This proviso requires the Prostate Cancer Study Committee to submit a report. The due date must be updated.*

117.168

## Credit Unions

Amend (Technical) *The Executive Budget recommends updating the fiscal year reference in this proviso regarding credit unions acting as a qualified public depository for deposits held by a municipality under specified conditions.*

117.173

## Rice Fields and Wetlands Pilot Program

Amend (Technical) *This proviso, which creates the Rice Fields and Wetlands Pilot Program, contains a fiscal year reference, which must be updated.*

117.179

## GP: Transfer of Physical Assets

**Delete** *This proviso directed the transfer of the building and grounds at 1 National Guard Road in Columbia from the Department of Administration to the Office of the Adjutant General. The transfer will be completed this fiscal year; therefore, the proviso is no longer needed.*

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<b>117.182</b>	<b>FTE Management</b>
Delete	<i>This proviso directed the Executive budget Office in consultation with the State Division of Human Resources to eliminate 25 percent of each agency's vacant FTE positions. The FTEs have been eliminated; therefore, the proviso should be deleted.</i>
<b>117.184</b>	<b>Program Transfer</b>
Delete	<i>This proviso transferred from the Commission on Higher Education all funds and positions associated with the Educator Report Card program to the Department of Education. The transfers have been made; therefore, the proviso is no longer needed.</i>
<b>117.187</b>	<b>Coordination of Disaster Mitigation Efforts</b>
Amend (Technical)	<i>This proviso requires the Office of Resilience and the Department of Natural Resources to collaborate on disaster mitigation efforts. Fiscal year and date references are updated.</i>
<b>117.188</b>	<b>Safe Home Program</b>
Amend (Technical)	<i>This proviso requires the Department of Insurance in collaboration with the Office of Resilience to evaluate the operation of the Safe Homes Program.</i>

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<b>117.193</b>	<b>Aid to Fire District Planning</b>
Delete	<i>The proviso required the South Carolina Revenue and Fiscal Affairs Office to develop and submit options for addressing the Aid to Fire District open-ended status. The options have been submitted and adopted in this Executive Budget; therefore, the proviso is no longer needed.</i>

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<b>117.195</b>	<b>Media Reliability &amp; Bias Monitoring</b>
Add New	<i>The Executive Budget recommends adding this proviso to prohibit state funds from being used to contract with an advertising agency or other contractors who acts as or uses the services of media reliability or bias monitors.</i>

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<b>117.196</b>	<b>Aid to Fire Districts Fund</b>
Add New	<i>The Executive Budget recommends adding this proviso to create an Aid to Fire Districts Fund that is separate and distinct from the General Fund of the State for distributing fire premium tax revenues and the State portion for the broker premium tax revenues to county treasurers for local fire service.</i>

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<b>117.197</b>	<b>Collaboration Technology</b>
Add New	<i>The Executive Budget recommends adding this proviso directing the Department of Behavioral Health and Developmental Disabilities to consult with the Department of Administration regarding the procurement of collaboration technology required by state law.</i>

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**117.198****Comprehensive Analysis of Future Infrastructure Needs**

Add New

*The Executive Budget recommends adding this proviso directing the Revenue and Fiscal Affairs Office to issue a request for information (RFI) to determine the cost of a comprehensive analysis of the ten and twenty-year impact of projected population changes on major government infrastructure services.*

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**117.199****TikTok**

Add New

*The Executive Budget recommends adding this proviso prohibiting the State's public colleges or universities from managing or having TikTok as a dedicated social media platform presence for communication purposes. A public college or university that has the social media platform TikTok shall return to the State an amount equal to ten percent of the funds appropriated to the college or university.*

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**117.200****IT Information Technology Project Oversight**

Add New

*The Executive Budget recommends adding this proviso requiring any technology project with an expected cost of \$5 million or greater to be reviewed by the Division of Technology Operations at the Department of Administration prior to the project's initiation and prior to the expenditure of any funds. The proviso allows exemptions.*

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**118.1****Year End Cutoff**

Amend (Technical)

*This proviso sets the year end cut-off dates for processing payments. This amendment updates the fiscal year reference.*

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## **118.9 Tax Relief Reserve Fund**

Amend (Technical) *This proviso establishes the Tax Relief Reserve Fund to provide tax relief to businesses and individuals. This amendment updates the date year reference.*

## **118.19 Homestead Exemption Fund**

Amend *The Executive Budget recommends amending this proviso to conform to funding recommendations.*

## 118.20 Nonrecurring Revenue

**Delete** *The Executive Budget recommends deleting this proviso that contains the nonrecurring appropriations for Fiscal Year 2025-26.*

## 118.21 Income Tax Reduction

*The Executive Budget recommends adding this proviso to reduce the top individual income tax rate from 6.0% to 5.9% in tax year 2026.*

## 118.22 Nonrecurring Revenue

**Add New** *The Executive Budget recommends adding this proviso to appropriate nonrecurring revenue sources for Fiscal Year 2026-2027.*

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# Summary Control Document

Governor's Executive Budget									
		State		Federal		Other		Total	
Line									
1	<b>ESTIMATED REVENUES</b>								
2	General Fund Revenue [BEA Forecast 11/18/2025] Less: Transfer to Tax Relief Trust Fund/Res Prop Tax [Capped at FY-02 Level]			FY 2025-26					
3	General Fund Revenue [Net of Tax Relief Transfer]			Part IIA Agency	Nonrecurring Recurring Funds	Proviso Reserve Fund	Federal State Funds	Other Funds	Total
4	Beginning Base								
5									
6									
7									
8									
9									
10	"New" Recurring Revenue								
11									
12	<b>ENHANCEMENTS AND ADJUSTMENTS:</b>								
13	Income Tax Rate Reduction 6.0% to 5.9%								
14	Proviso 96.1 UCC Filing Fees								
15	\$2,000 Refundable Tax Credit Law Enforcement, Firefighters, and EMS								
16	Proviso 117.13 Aid to Fire Districts (Revenue - reduces GF revenue for insurance)								
17	Proviso 117.13 Aid to Fire Districts (Revenue - transfer from NR)								
18									
19	<b>Subtotal: Enhancements and Adjustments</b>								
20									
21	<b>Subtotal: Part I Revenues</b>								
22									
23	<b>NONRECURRING REVENUES</b>								
24	FY 2025-26 Capital Reserve Fund								
25	FY 2024-25 Contingency Reserve Fund								
26	Projected FY 2025-26 General Fund Surplus								
27	FY 2025-26 Excess Debt Service								
28	FY 2025-26 Excess Employer Contributions								
29	Litigation Recovery								
30	Homestead Exemption Fund General Fund Payback								
31	FY 2026-27 Debt Service Appropriated Above Obligations								
32	Less: General Reserve Contribution (7.0%) (FY 2025-26 Balance = \$984,042,042)								
33	Less: Income Tax Rate Reduction 6.0% to 5.9%								
34	Less: Proviso 117.213 Aid to Fire Districts Formula (Expense - NR appropriation for FY27 distributions)								
35	Less: Proviso 117.213 Aid to Fire Districts Formula (Expense - Reimburse GF for revenue loss)								
36	Less: Proviso 117.213 Aid to Fire Districts Formula (Expense - 10% Balance for Aid to Fire Fund in X220)								
37									
38									
39									
40	<b>Subtotal: Nonrecurring Revenues</b>								
41									
42	<b>FEDERAL &amp; OTHER FUNDS REVENUE PROJECTIONS SUPPORTING APPROPRIATIONS</b>								
43	FY 2026-27 Base								
44	FY 2026-27 Adjustment								
45	FY 2026-27 Projected EIA Revenue Increase (See EIA Section)								
46	FY 2026-27 Lottery Revenue (See Lottery Section)								
47									
48	<b>Subtotal: Federal &amp; Other Funds Revenue</b>								
49									
50	<b>TOTAL "NEW" FUNDS</b>								
51	<b>TOTAL ALLOCATIONS</b>								
52	Recurring Allocations								
53	Nonrecurring Allocations								
54	<b>GRAND TOTAL RECOMMENDED ALLOCATIONS</b>								
55									
56	<b>RESIDUAL BALANCE</b>								
57	RESIDUAL—Recurring Appropriations								
58	RESIDUAL—EIA								
59	RESIDUAL—LOTTERY								
60									

Governor's Executive Budget									
SUMMARY CONTROL DOCUMENT									
FY 2026-2027 Appropriation Bill									
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Line	Beginning Base	Recurring Funds	Nonrecurring Funds	Proviso	State Funds	Federal Funds	Other Funds	Total Funds	Total Line
61	-	-	-	-	-	-	-	-	61
62	-	-	-	-	-	-	-	-	62
63	-	-	-	-	-	-	-	-	63
64	-	-	-	-	-	-	-	-	64
65	-	-	-	-	-	-	-	-	65
66	<b>FY 2026-2027 APPROPRIATION ACT RECAP</b>								
67	PART IA	14,037,887,021			14,037,887,021	14,063,649,265	14,660,291,814	42,761,828,100	66
68	NON-RECURRING PROVISIONS								67
69	<b>TOTAL FY 2026-27 APPROPRIATION ACT</b>	<b>14,037,887,021</b>	<b>-</b>	<b>-</b>	<b>14,037,887,021</b>	<b>14,063,649,265</b>	<b>14,660,291,814</b>	<b>42,761,828,100</b>	<b>69</b>
70	FY 2025-26 SURPLUS	1,387,723,953			1,387,723,953	1,387,723,953	1,387,723,953	1,387,723,953	
71	FY 2025-26 CAPITAL RESERVE FUND								70
72									387,352,137
73	GRAND TOTAL								71
74									72
75	FY 2026-27 APPROPRIATION BASE	13,246,62,593							73
76									74
77	<b>STATEWIDE ALLOCATIONS</b>								75
78	AGV# Sec #								76
79									77
80	F300 106 Employee Benefits	2,779,854			2,779,854			2,779,854	78
81		36,694,000			36,694,000			36,694,000	79
82		(2,193,039)			(2,193,039)			(2,193,039)	
83									80
84									81
85	<b>SUBTOTAL INCREMENTAL ADJUSTMENTS</b>	<b>34,500,961</b>	<b>-</b>	<b>-</b>	<b>34,500,961</b>	<b>37,280,815</b>	<b>37,280,815</b>	<b>37,280,815</b>	<b>82</b>
86	<b>SUBTOTAL EMPLOYEE BENEFITS</b>	<b>37,280,815</b>	<b>-</b>	<b>-</b>	<b>37,280,815</b>	<b>387,352,137</b>	<b>387,352,137</b>	<b>387,352,137</b>	<b>83</b>
87	F310 107 Capital Reserve Fund								84
88									85
89									86
90									87
91									88
92	<b>SUBTOTAL INCREMENTAL ADJUSTMENTS</b>	<b>34,380,169</b>	<b>-</b>	<b>-</b>	<b>34,380,169</b>	<b>34,380,169</b>	<b>34,380,169</b>	<b>34,380,169</b>	<b>89</b>
93	<b>SUBTOTAL CAPITAL RESERVE FUND</b>	<b>421,732,306</b>	<b>-</b>	<b>-</b>	<b>421,732,306</b>	<b>34,380,169</b>	<b>34,380,169</b>	<b>34,380,169</b>	<b>90</b>
94									91
95	V040 112 Debt Service	153,914,766			153,914,766			153,914,766	92
96									93
97									94
98	<b>SUBTOTAL INCREMENTAL ADJUSTMENTS</b>	<b>153,914,766</b>	<b>-</b>	<b>-</b>	<b>153,914,766</b>	<b>153,914,766</b>	<b>153,914,766</b>	<b>153,914,766</b>	<b>95</b>
99	<b>SUBTOTAL DEBT SERVICE</b>	<b>153,914,766</b>	<b>-</b>	<b>-</b>	<b>153,914,766</b>	<b>153,914,766</b>	<b>153,914,766</b>	<b>153,914,766</b>	<b>96</b>
100									97
101									98
102									99
103									100
104									101
105									102
106									103
107									104
108	<b>SUBTOTAL INCREMENTAL ADJUSTMENTS</b>	<b>1,201,641</b>	<b>-</b>	<b>-</b>	<b>1,201,641</b>	<b>346,112,539</b>	<b>346,112,539</b>	<b>346,112,539</b>	<b>105</b>
109	<b>SUBTOTAL AD TO SUBDIVISIONS/LOCAL GOVERNMENT FUND</b>	<b>346,112,539</b>	<b>-</b>	<b>-</b>	<b>346,112,539</b>	<b>67,679,489</b>	<b>67,679,489</b>	<b>67,679,489</b>	<b>106</b>
110	<b>SUBTOTAL STATEWIDE</b>	<b>891,660,937</b>	<b>-</b>	<b>-</b>	<b>891,660,937</b>	<b>67,679,489</b>	<b>67,679,489</b>	<b>67,679,489</b>	<b>107</b>
111									108
112									109
113									110
114									111
115									112
116									113
117									114
118	<b>AGENCY ALLOCATIONS</b>	<b>4,477,249,610</b>	<b>-</b>	<b>-</b>	<b>4,477,249,610</b>	<b>1,874,838,744</b>	<b>1,874,838,744</b>	<b>1,874,838,744</b>	<b>115</b>
119	AGV# Sec #	AGENCIES							116
120									117
121	H630	1	State Department of Education (See Also EIA and Lottery Section)						118
									119
									120
									121

		Governor's Executive Budget							
		State			Federal			Other	Total
Line	Beginning Base	FY 2025-26	Nonrecurring	Proviso	Federal	Other	Funds	Funds	Funds
122	State Funds Adjustments:								
123	State Aid to Classrooms - Teacher Salary Increase	90,457,954	Part IIA	Recurring Funds	90,457,954				
124	Education Scholarship Trust Fund	41,421,250		Reserve Fund	41,421,250				
125	School Buses	5,000,000		State Funds	5,000,000				
126	Federal Funds Adjustments:								
127									
128									
129	Other Funds Adjustments:								
130	EIA Adjustments	98,944,087							
131	Subtotal Incremental Adjustments	131,879,204							
132	Subtotal State Department of Education	5,000,000							
133	Subtotal State Department of Education	4,669,128,814							
134									
135	H620 2 First Steps	20,599,694							
136	State Funds Adjustments:								
137									
138	Federal Funds Adjustments:								
139									
140	Other Funds Adjustments:								
141									
142	Subtotal Incremental Adjustments	-							
143	Subtotal Education Oversight Committee	20,599,694							
144									
145	H660 3 Lottery Expenditure Account (See Lottery Section for Appropriations)								
146	Other Funds:								
147									
148	Subtotal 2026-27 Lottery Projected Expenditures	-							
149	Subtotal Incremental Adjustments	-							
150	Subtotal Lottery Expenditure Account	-							
151									
152	A850 4 Education Oversight Committee								
153	State Funds Adjustments:								
154									
155	Other Funds Adjustments:								
156									
157	Subtotal Incremental Adjustments	-							
158	Subtotal Education Oversight Committee	-							
159									
160	H710 5 Willow Gray Opportunity School	9,808,437							
161	State Funds Adjustments:								
162									
163	Federal Funds Adjustments:								
164									
165	Other Funds Adjustments:								
166									
167	Subtotal Incremental Adjustments	-							
168	Subtotal Willow Gray Opportunity School	9,808,437							
169									
170	H750 6 School for the Deaf & Blind	20,219,144							
171	State Funds Adjustments:								
172	Workforce Recruitment and Retention	1,000,000							
173	Grounds Maintenance Equipment Replacement	300,000							
174									
175	Federal Funds Adjustments:								
176									
177	Other Funds Adjustments:								
178									
179	Subtotal Incremental Adjustments	1,000,000							
180	Subtotal School for Deaf & Blind	21,219,144							
181	Governor's School for Agriculture at John de la Howe School								
182	L120 7 Governor's School for Agriculture at John de la Howe School	9,910,804							

Governor's Executive Budget									
		State							
		FY 2025-26				FY 2026-27			
		Part I A		Nonrecurring		Part I A		Nonrecurring	
Line	Beginning Base	Agency	Recurring Funds	Proviso	Reserve Fund	Agency	Recurring Funds	Proviso	Reserve Fund
183	State Funds	Adjustments:				2,125,000			
184	Branch House Renovation								
185									
186	Federal Funds	Adjustments:							
187									
188	Other Funds	Adjustments:							
189									
190									
191	SUBTOTAL INCREMENTAL ADJUSTMENTS					2,125,000			
192	SUBTOTAL JOHN DE LA HOME SCHOOL								
193									
194	H670	8 Educational Television Commission				10,767,404			
195		State Funds	Adjustments:						
196		Tower Monitoring and Analysis System							
197		Federal Funds	Adjustments:						
198									
199		Other Funds	Adjustments:						
200									
201									
202	SUBTOTAL INCREMENTAL ADJUSTMENTS					400,000			
203	SUBTOTAL EDUCATIONAL TELEVISION COMMISSION								
204						10,767,404			
205	H640	9 Governor's School for Arts and Humanities							
206		State Funds	Adjustments:						
207		Campus Access/Security Controls Replacement							
208		FTE Authorization							
209		Federal Funds	Adjustments:						
210									
211		Other Funds	Adjustments:						
212									
213									
214	SUBTOTAL INCREMENTAL ADJUSTMENTS					250,000			
215	SUBTOTAL GOVERNOR'S SCHOOL FOR ARTS AND HUMANITIES								
216									
217	H650	10 Governor's School for Science and Mathematics							
218		State Funds	Adjustments:						
219		FTE Authorization							
220		Federal Funds	Adjustments:						
221									
222		Other Funds	Adjustments:						
223									
224									
225	SUBTOTAL INCREMENTAL ADJUSTMENTS								
226	SUBTOTAL GOVERNOR'S SCHOOL FOR SCIENCE AND MATHEMATICS								
227									
228	H030	11 Commission on Higher Education (Also see Lottery Section)				41,977,884			
229		State Funds	Adjustments:						
230		Technology Shared Services							
231		Meeting Street College Scholarships							
232		South Carolina AI Initiative -ASCEND							
233		FTE Authorization							
234		Federal Funds	Adjustments:						
235		Federal Fund Authorization							
236									
237		Other Funds	Adjustments:						
238		Other Fund Authorization							
239									
240									
241		SUBTOTAL INCREMENTAL ADJUSTMENTS				160,344			
242		SUBTOTAL COMMISSION ON HIGHER EDUCATION							
243									

Governor's Executive Budget									
		State		Federal		Other		Total	
		FY 2025-26		FY 2025-26		FY 2025-26		FY 2025-26	
Line	Beginning Base	Agency	Recurring Funds	Nonrecurring Funds	Proviso	Capital Reserve Fund	Other Funds	Federal Funds	Other Funds
244	28,431,352					28,431,352		30,250,000	58,681,352
245									244
246									246
247									247
248									248
249									249
250									250
251									251
252									252
253									253
254						28,431,352		30,250,000	58,681,352
255									254
256									255
257	31,312,846					31,312,846		40,609,830	129,381,758
258									201,304,434
259						802,683		802,683	802,683
260							1,651,000	1,651,000	1,651,000
261									260
262									261
263									262
264									263
265									264
266									265
267									266
268									267
269						802,683	-	1,651,000	1,502,555
270	32,115,529					33,766,529		42,112,385	134,168,873
271	224,705,521					224,705,521		235,297,994	1,352,401,195
272									1,812,404,710
273						8,050,890		8,050,890	8,050,890
274							14,111,000	14,111,000	14,111,000
275									275
276									276
277									277
278									278
279									279
280									280
281									50,540,058
282									4,000,000
283									282
284						8,050,890	-	14,111,000	22,161,890
285						232,756,411		246,867,411	296,524,730
286									285
287	60,999,523							19,500,000	60,999,523
288									286
289						2,338,525		2,338,525	2,338,525
290							5,049,000	5,049,000	5,049,000
291									291
292									292
293									293
294									294
295									295
296						2,338,525	-	5,049,000	7,387,525
297	63,338,048							19,500,000	63,338,048
298									297
299	37,987,077							37,987,077	37,987,077
300									298
301									299
302	1,894,992							1,894,992	1,894,992
303									300
304									304

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Line	Beginning Base	Recurring Funds	Nonrecurring Proviso	Capital Reserve Fund	Federal Total	Federal Funds	Other Funds	Total	
305									305
306	Other Funds Adjustments:								306
	Other Funds Authorization								308
308									
309		1,894,992	-	4,400,000	6,294,992	41,000,000	47,294,992	309	
310		39,382,069		44,482,069	21,000,000	280,314,644	345,596,713	310	
311									311
312	H180	17	Francis Marion		38,779,067	12,988,495	52,668,968	104,436,530	312
313		State Funds Adjustments:							313
314		Tuition Mitigation		1,429,116	1,429,116	3,461,000	1,429,116	3,461,000	314
315		Deferred Maintenance and Critical Capital Projects							316
316									316
317		Federal Funds Adjustments:							317
318									318
319		Other Funds Adjustments:							319
320									320
321									321
322									322
323									323
324									324
325	H210	18	Lander		27,246,670	11,615,741	86,257,741	125,120,152	325
326		State Funds Adjustments:							326
327		Tuition Mitigation		1,589,609	1,589,609	3,672,000	1,589,609	3,672,000	327
328		Deferred Maintenance and Critical Capital Projects							328
329									329
330		Federal Funds Adjustments:							330
331									331
332									332
333		Other Funds Adjustments:							333
334		Other Funds Authorization							334
335									335
336									336
337									337
338									338
339									339
340	H240	19	SC State		34,962,739	65,000,000	57,056,047	157,018,786	340
341		State Funds Adjustments:							341
342		Tuition Mitigation		918,290	918,290	2,244,000	918,290	2,244,000	343
343		Deferred Maintenance and Critical Capital Projects							344
344									345
345		Federal Funds Adjustments:							346
346									347
347		Other Funds Adjustments:							348
348		FTE Authorization							349
349									350
350									351
351									352
352									353
353									354
354	H270	20A	-Columbia		335,64,339	208,603,631	1,085,529,343	1,629,297,313	355
355		State Funds Adjustments:							356
356		Tuition Mitigation		8,621,090	8,621,090	18,364,000	8,621,090	18,364,000	357
357		Deferred Maintenance and Critical Capital Projects							358
358									359
359		Federal Funds Adjustments:							360
360		Federal Funds Authorization							361
361									362
362		Other Funds Adjustments:							363
363		Other Funds Authorization							364
364									365
365									

Governor's Executive Budget									
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Line	Beginning Base	FY 2025-26	State	Federal	Other	Total	Beginning Base	FY 2025-26	State
366	343,785,429	Nonrecurring	Part 1A	Federal	Other		362,149,429	273,603,631	Federal
367	28,730,935	Recurring	Agency	Reserve	Funds		28,730,935	12,500,000	Other
368	-Aiken	Funds	Proviso	Fund	Funds		1,191,584	41,457,362	Total
369	State Funds Adjustments:							3,007,000	Funds
370	Tuition Mitigation								Line
371	Deferred Maintenance and Critical Capital Projects								
372	Federal Funds Adjustments:								
373	Federal Funds Authorization								
374	Other Funds Adjustments:								
375									
376									
377									
378	SUBTOTAL INCREMENTAL ADJUSTMENTS								
379	SUBTOTAL USC AIKEN								
380	29,932,519	1,191,584	-	3,007,000	4,198,584	20,000,000	32,929,519	14,500,000	41,457,362
381	39,449,500						39,449,500	18,950,838	68,376,142
382	State Funds Adjustments:						1,884,698	4,434,000	382
383	Tuition Mitigation							1,884,698	383
384	Deferred Maintenance and Critical Capital Projects							4,434,000	384
385	Federal Funds Adjustments:								385
386	Federal Funds Authorization								
387	Other Funds Adjustments:								
388									
389									
390									
391	SUBTOTAL INCREMENTAL ADJUSTMENTS						1,884,698	-	4,434,000
392	SUBTOTAL USC UPSTATE						41,334,498	45,763,98	68,376,142
393	17,437,968							17,437,968	7,977,915
394	-Beaufort								27,307,011
395	State Funds Adjustments:								52,722,894
396	Tuition Mitigation								395
397	Deferred Maintenance and Critical Capital Projects								
398	Federal Funds Adjustments:								
399	Federal Funds Authorization								
400	Other Funds Adjustments:								
401									
402									
403									
404	SUBTOTAL INCREMENTAL ADJUSTMENTS						718,401	-	1,818,000
405	SUBTOTAL USC BEAUFORT						18,156,369	19,974,369	2,536,401
406									1,500,000
407	11,371,252								401
408	State Funds Adjustments:								
409	Tuition Mitigation								
410	Deferred Maintenance and Critical Capital Projects								
411	Federal Funds Adjustments:								
412									
413									
414	Other Funds Adjustments:								
415									
416	SUBTOTAL INCREMENTAL ADJUSTMENTS						676,464	676,464	603
417	SUBTOTAL USC LANCASTER						-	2,419,000	414
418	12,047,716	2,419,000							
419	6,531,252	3,095,464							
420	-Salkehatchie	14,466,716							
421	State Funds Adjustments:								
422	Tuition Mitigation								
423	Deferred Maintenance and Critical Capital Projects								
424	Federal Funds Adjustments:								
425									
426	Other Funds Adjustments:								

		Governor's Executive Budget							
		State			Federal			Other	Total
Line		Beginning Base	FY 2025-26	Nonrecurring	Federal	Other	Funds	Funds	Total
427		FY 2026-27	Part I A	Reserve					
		Agency	Recurring Funds	Proviso					
		Beginning Base			State Funds				
428			208,057	-	952,057				427
429			6,739,309		7,483,309	3,880,454	8,373,545		952,057
430									19,737,308
431	H390	20G	10,222,092		10,419,706	24,448,195			430
432		State Funds Adjustments:							
433		Tuition Mitigation			501,405				432
434		Deferred Maintenance and Critical Capital Projects							
435		Federal Funds Adjustments:							
436		Federal Funds Authorization							
437		Other Funds Adjustments:							
438									437
439									438
440									439
441		Subtotal INCREMENTAL ADJUSTMENTS			501,405	-	1,793,000	2,294,405	1,000,000
442		Subtotal USC SUMTER			11,323,497		13,116,997	4,206,397	10,419,706
443									27,742,600
444	H400	20H	-Union		6,997,956		6,997,956	1,928,258	6,661,055
445		State Funds Adjustments:							15,872,69
446		Tuition Mitigation			424,223		424,223		445
447		Deferred Maintenance and Critical Capital Projects					1,517,000	1,517,000	1,517,000
448		Federal Funds Adjustments:							448
449		Other Funds Adjustments:							449
450									450
451		Other Funds Adjustments:							451
452		Other Funds Authorization							
453		Subtotal INCREMENTAL ADJUSTMENTS			424,223	-	1,517,000	1,941,223	1,000,000
454		Subtotal USC UNION			7,422,179		8,239,179	1,928,258	7,661,055
455									18,528,402
456									455
457	H470	21	Wintrop		40,688,705		51,197,500	101,316,555	193,202,760
458		State Funds Adjustments:			1,937,656		1,937,656		458
459		Tuition Mitigation					3,746,000	3,746,000	1,937,656
460		Deferred Maintenance and Critical Capital Projects							459
461		Federal Funds Adjustments:							460
462		Other Funds Adjustments:							461
463									462
464									463
465		Subtotal INCREMENTAL ADJUSTMENTS			1,937,656	-	3,746,000	5,683,656	464
466		Subtotal WINTROP			42,626,361		46,272,361	51,197,500	101,316,555
467									466
468	H510	23	Medical University of South Carolina - MUSC		178,550,124		178,550,124	204,666,246	600,126,383
470		State Funds Adjustments:							468
471		Tuition Mitigation			6,000,000		6,000,000		470
472		Comprehensive Cancer Hospital					115,000,000		6,000,000
473		Deferred Maintenance and Critical Capital Projects					9,236,000		471
474		Federal Funds Adjustments:							472
475		Federal Funds Authorization							473
476		FTE Authorization							474
477									475
478									476
479		Other Funds Adjustments:							477
480		Other Funds Authorization							478
481		FTE Authorization							479
482									480
483		Subtotal INCREMENTAL ADJUSTMENTS							481
484		Subtotal MUSC							482
485	H530	24	Area Health Education Consortium (AHEC)		184,950,124		209,185,124	221,666,246	606,666,383
486		State Funds Adjustments:							483
487					14,645,770		14,645,770	2,808,927	18,299,397
									484

Governor's Executive Budget									
		State		Federal		Other		Total	
		FY 2025-26		FY 2025-26		Federal		Other	
Line	Beginning Base	Agency	Recurring Funds	Nonrecurring Funds	Proviso	Capital Reserve Fund	Other Funds	Federal Funds	Other Funds
488									
489	Federal Funds Adjustments:								
490	Other Funds Adjustments:								
491	Other Funds Adjustments:								
492	SUBTOTAL INCREMENTAL ADJUSTMENTS								
493	SUBTOTAL CONSORTIUM OF COMMUNITY TEACHING HOSPITALS								
494									
495									
496	SUBTOTAL INCREMENTAL ADJUSTMENTS								
497	SUBTOTAL HIGHER EDUCATION INSTITUTIONS								
498									
499	H590 25 Board for Technical and Comprehensive Education	270,888,213				52,614,581	502,130,285	825,633,079	498
500	State Funds Adjustments:								
501	South Carolina Workforce Industry Needs Scholarship (SCWINS)			58,933,499	20,000,000	10,000,000	10,000,000	58,933,499	500
502	Equipment for High Demand Job Skills Training								
503	readSC								
504	Deferred Maintenance and Critical Capital Projects								
505									
506	Federal Funds Adjustments:								
507	Other Funds Adjustments:								
508	Other Funds Adjustments:								
509									
510	SUBTOTAL INCREMENTAL ADJUSTMENTS								
511	SUBTOTAL BD. TECHNICAL & COMP. ED								
512									
513	H790 26 Department of Archives & History								
514	State Funds Adjustments:								
515	Technology Shared Services and Insurance Rate Increase			175,000		175,000		175,000	514
516	Historic Building Preservation Grants					3,000,000		3,000,000	515
517	SC American Revolution Sesquicentennial Commission					2,000,000		2,000,000	516
518	FTE Authorization								
519									
520	Federal Funds Adjustments:								
521	Other Funds Adjustments:								
522	Other Funds Adjustments:								
523									
524	SUBTOTAL INCREMENTAL ADJUSTMENTS			175,000	5,000,000	-	5,175,000	5,175,000	523
525	SUBTOTAL DEPT OF ARCHIVES & HISTORY			12,678,029		17,678,029	597,183	921,958	19,197,170
526									525
527	H870 27 State Library			24,623,921		24,623,921	1,775,946	160,200	26,560,067
528	State Funds Adjustments:								
529	Technology Shared Services			300,000		300,000		300,000	527
530	Increase Aid to Public Library Systems			1,226,268		1,226,268		1,226,268	528
531									
532	Federal Funds Adjustments:								
533	Other Funds Adjustments:								
534	Other Funds Adjustments:								
535									
536	SUBTOTAL INCREMENTAL ADJUSTMENTS			1,526,268	-	-	1,526,268	1,526,268	535
537	SUBTOTAL STATE LIBRARY			26,150,189		26,150,189	1,775,946	160,200	28,086,335
538									536
539	H910 28 Arts Commission			10,603,268		10,603,268	534,341	148,707	11,286,316
540	State Funds Adjustments:								537
541									
542	Federal Funds Adjustments:								
543									
544	Other Funds Adjustments:								
545									
546	SUBTOTAL ARTS COMMISSION								
547									
548									547

		Governor's Executive Budget							
		State			Federal			Other	Total
		FY 2025-26		FY 2025-26		Federal		Other	Total
Line		Beginning Base	Agency	Recurring Funds	Nonrecurring Proviso	Capital Reserve Fund	State Funds	Funds	Funds
549	H950	29	State Museum (State Museum Commission)				10,550,360		
550			State Funds Adjustments:					250,000	
			New HVAC Monitoring System						250,000
551			Federal Funds Adjustments:						
552			Other Funds Adjustments:						
553									
554									
555									
556									
557									
558									
559	H960	30	Confederate Relic Room and Military Museum Commission				1,369,615		
560			State Funds Adjustments:						
561								419,252	
562									1,788,867
563			Other Funds Adjustments:						
564									
565									
566									
567									
568	J060	31	Department of Public Health				139,499,296		
569			State Funds Adjustments:						
570			Maternal and Child Health Home Visitation Program						
571			12 FTEs for Critical Public Health Services - Rabies and TB						5,000,000
572			2 FTEs - Act 3 of 2025 - Olmstead Act						1,381,465
573			Human Coalition Crisis Pregnancy Pilot						399,135
574			Federal Funds Adjustments:						577,157
575									
576			Other Funds Adjustments:						
577									
578									
579									
580									
581	H730	32	Vocational Rehabilitation				146,279,896		
582			State Funds Adjustments:						
583			Beaufort VR Center Repaving					20,501,326	
584			State Office Building - Replacement of VAV Boxes						
585			Federal Funds Adjustments:						
586								168,750	
587			Other Funds Adjustments:						147,500
588									
589									
590									
591									
592									
593	J020	33	Department of Health & Human Services				2,272,816,752		
594			State Funds Adjustments:						
595			Maintenance of Effort						
596			Federally Required Medicare Premiums for Elderly and Disabled Medicaid Recipients						
597			Increased Access for Home & Community-Based Services						
598			Federal Funds Adjustments:						
599			Maintenance of Effort						
600			Federally Required Medicare Premiums						
601			Home & Community-Based Services						
602			Other Funds Adjustments:						
603			Maintenance of Effort						
604			Federally Required Medicare Premiums						
605			Home & Community-Based Services						
606			Other Funds Adjustments:						
607			Maintenance of Effort						
608			Federally Required Medicare Premiums						
609			Home & Community-Based Services						
610			Other Funds Adjustments:						
611			Maintenance of Effort						
612			Federally Required Medicare Premiums						
613			Home & Community-Based Services						
614			Other Funds Adjustments:						
615			Maintenance of Effort						
616			Federally Required Medicare Premiums						
617			Home & Community-Based Services						
618			Other Funds Adjustments:						
619			Maintenance of Effort						
620			Federally Required Medicare Premiums						
621			Home & Community-Based Services						
622			Other Funds Adjustments:						
623			Maintenance of Effort						
624			Federally Required Medicare Premiums						
625			Home & Community-Based Services						
626			Other Funds Adjustments:						
627			Maintenance of Effort						
628			Federally Required Medicare Premiums						
629			Home & Community-Based Services						
630			Other Funds Adjustments:						
631			Maintenance of Effort						
632			Federally Required Medicare Premiums						
633			Home & Community-Based Services						
634			Other Funds Adjustments:						
635			Maintenance of Effort						
636			Federally Required Medicare Premiums						
637			Home & Community-Based Services						
638			Other Funds Adjustments:						
639			Maintenance of Effort						
640			Federally Required Medicare Premiums						
641			Home & Community-Based Services						
642			Other Funds Adjustments:						
643			Maintenance of Effort						
644			Federally Required Medicare Premiums						
645			Home & Community-Based Services						
646			Other Funds Adjustments:						
647			Maintenance of Effort						
648			Federally Required Medicare Premiums						
649			Home & Community-Based Services						
650			Other Funds Adjustments:						
651			Maintenance of Effort						
652			Federally Required Medicare Premiums						
653			Home & Community-Based Services						
654			Other Funds Adjustments:						
655			Maintenance of Effort						
656			Federally Required Medicare Premiums						
657			Home & Community-Based Services						
658			Other Funds Adjustments:						
659			Maintenance of Effort						
660			Federally Required Medicare Premiums						
661			Home & Community-Based Services						
662			Other Funds Adjustments:						
663			Maintenance of Effort						
664			Federally Required Medicare Premiums						
665			Home & Community-Based Services						
666			Other Funds Adjustments:						
667			Maintenance of Effort						
668			Federally Required Medicare Premiums						
669			Home & Community-Based Services						
670			Other Funds Adjustments:						
671			Maintenance of Effort						
672			Federally Required Medicare Premiums						
673			Home & Community-Based Services						
674			Other Funds Adjustments:						
675			Maintenance of Effort						
676			Federally Required Medicare Premiums						
677			Home & Community-Based Services						
678			Other Funds Adjustments:						
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684			Federally Required Medicare Premiums						
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694			Other Funds Adjustments:						
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708			Federally Required Medicare Premiums						
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710			Other Funds Adjustments:						
711			Maintenance of Effort						
712			Federally Required Medicare Premiums						
713			Home & Community-Based Services						
714			Other Funds Adjustments:						
715			Maintenance of Effort						
716			Federally Required Medicare Premiums						
717			Home & Community-Based Services						
718			Other Funds Adjustments:						
719			Maintenance of Effort						
720			Federally Required Medicare Premiums						
721			Home & Community-Based Services						
722			Other Funds Adjustments:						
723			Maintenance of Effort						
724			Federally Required Medicare Premiums						
725			Home & Community-Based Services						
726			Other Funds Adjustments:						
727			Maintenance of Effort						
728			Federally Required Medicare Premiums						
729			Home & Community-Based Services						
730			Other Funds Adjustments:						
731			Maintenance of Effort						
732			Federally Required Medicare Premiums						
733			Home & Community-Based Services						
734			Other Funds Adjustments:						
735			Maintenance of Effort						
736			Federally Required Medicare Premiums						
737			Home & Community-Based Services						
738			Other Funds Adjustments:						
739			Maintenance of Effort						
740			Federally Required Medicare Premiums						
741			Home & Community-Based Services						
742			Other Funds Adjustments:						

		Governor's Executive Budget							
		State			Federal			Other	Total
		FY 2025-26							
Line	Line	FY 2025-27		Part I A	Nonrecurring	Capital Reserve	Fund	Federal	Other
Line	Line	Agency	Recurring Funds	Proviso		Fund	Funds	Funds	Funds
Line	Line	Beginning Base			State Funds	Total	Federal	Other	Total
6110	6110	505,389,446			505,389,446	94,387,816	508,045,791	1,107,823,053	610
6112	6112				21,000,000			21,000,000	6112
6113	6113		21,000,000						6113
6114	6114		15,576,202					15,576,202	614
6115	6115		4,723,089					4,723,089	615
6116	6116		5,845,000					5,845,000	616
6117	6117		10,000,000					10,000,000	617
6118	6118		2,500,000					2,500,000	618
6119	6119		5,000,000					5,000,000	619
620	620		10,000,000					10,000,000	620
621	621								621
622	622								622
623	623								623
624	624								624
625	625		64,644,291		39,100,000	-	83,444,291		83,744,291
626	626		570,033,737				589,133,737		1,191,567,344
627	627								627
628	628		342,895,134				342,895,134		628
629	629								629
630	630								630
631	631		46,388,7106				46,388,7106		631
632	632		34,059,000				34,059,000		632
633	633				25,116,538			25,116,538	633
634	634								634
635	635								635
636	636								636
637	637								637
638	638								638
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642	642								642
643	643								643
644	644								644
645	645								645
646	646								646
647	647		7,005,084				7,005,084		7,005,084
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670	670								670

Governor's Executive Budget									
		State		Federal		Other		Total	
		FY 2025-26		FY 2025-26		Funds		Funds	
Line		Part I A	Nonrecurring	Part I A	Nonrecurring	Federal	Other	Federal	Other
Line		Agency	Recurring	Funds	Proviso	Funds	Funds	Funds	Funds
Line		Beginning Base	2,500,000	-	-	State Funds	Total	Federal	Total
671						2,500,000		2,500,000	
672						39,534,676		44,804,368	4,033,497
673								88,372,561	671
674	1080	41	Department of Children's Advocacy						
675			14,195,296			14,195,296		235,980	8,559,888
676						1,500,000			
677						84,105			
678						(1,646,960)			
679							750,000		
680								750,000	673
681									
682									
683									
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690									
691	1320	42	Housing Finance & Development Authority						
692									
693									
694									
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701									
702									
703	P120	43	Forestry Commission			36,233,220		7,043,160	10,692,513
704									
705						260,000		560,000	820,000
706								8,000,000	705
707								2,000,000	706
708									
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711									
712									
713									
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715									
716	P160	44	Department of Agriculture						
717									
718									
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Governor's Executive Budget									
				State					
				FY 2025-26	FY 2025-26	Federal	Other	Total	Total
Line	Agency	Recurring Funds	Nonrecurring Funds	Capital Reserve Fund	Capital Fund	Federal Funds	Other Funds	Total Funds	Line
Beginning Base									
732	733	70,863,858	70,863,858	27,375,000	23,395,568	121,634,426	733		
733	45	Clemson-PSA							
734		State Funds Adjustments:		750,000	750,000	750,000	750,000	750,000	734
735		Inflationary Increases in Operating Costs			3,000,000	3,000,000		3,000,000	735
736		Multi-Agency/Regional Complex			100,000	100,000		100,000	736
737		AgriWellness Pilot							737
738		Federal Funds Adjustments:							738
739									739
740									740
741									741
742		Other Funds Adjustments:							742
743									743
744									744
745		SUBTOTAL INCREMENTAL ADJUSTMENTS		750,000	3,100,000	-	3,250,000	3,250,000	745
746		SUBTOTAL CLEMSON-PSA		71,613,858			74,713,858	74,713,858	746
747									747
748	P210	46	SC State-PSA	10,047,814		10,047,814	5,500,395	15,548,209	748
749		State Funds Adjustments:							749
750		Inflationary Increases in Operating Costs		750,000	750,000	750,000	750,000	750,000	750
751		Multi-Agency/Regional Complex			3,000,000	3,000,000		3,000,000	751
752		Federal Funds Adjustments:							752
753									753
754									754
755									755
756		SUBTOTAL INCREMENTAL ADJUSTMENTS		750,000	3,000,000	-	3,750,000	3,750,000	756
757		SUBTOTAL SC STATE-PSA		10,797,814			13,797,814	13,797,814	757
758									758
759	P240	47	Department of Natural Resources	87,732,069			87,732,069	87,732,069	759
760		State Funds Adjustments:							760
761		Workforce Recruitment and Retention		2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	761
762		Conservation Education			2,000,000	2,000,000		2,000,000	762
763		Abandoned Boat Removal			750,000	750,000		750,000	763
764		Land Conservation				40,000,000		40,000,000	764
765		Lake Paul Wallace Dam				10,000,000		10,000,000	765
766		Statewide Flood Inundation Mapping Project - Final Phase				3,000,000		3,000,000	766
767		Federal Funds Adjustments:							767
768									768
769		Workforce Recruitment and Retention							769
770		Federal Funds Authorization							770
771		FTF Authorization							771
772									772
773		Other Funds Adjustments:							773
774		Workforce Recruitment and Retention							774
775		Other Funds Authorization							775
776		FTF Authorization							776
777									777
778		SUBTOTAL INCREMENTAL ADJUSTMENTS		4,750,000	43,000,000	10,000,000	57,750,000	57,750,000	778
779		SUBTOTAL DEPT. OF NATURAL RESOURCES		91,482,069			145,482,069	145,482,069	779
780							36,587,728	36,587,728	779
781	P260	48	Sea Grant Consortium	1,413,164			1,413,164	1,413,164	780
782		State Funds Adjustments:							782
783									783
784		Federal Funds Adjustments:							784
785									785
786		Other Funds Adjustments:							786
787									787
788		SUBTOTAL INCREMENTAL ADJUSTMENTS							788
789		SUBTOTAL SEA GRANT CONSORTIUM							789
790									790
791	P280	49	Department of Parks, Recreation & Tourism	1,413,164			1,413,164	1,413,164	791
792		State Funds Adjustments:							792
793									793
794		Workforce Recruitment and Retention							794

Governor's Executive Budget									
SUMMARY CONTROL DOCUMENT									
FY 2026-2027 Appropriation Bill									
<i>The Summary Control Document is the SC Department of Administration - Executive Budget Office's attempt to maintain a historical record in summary form reflecting the Governor's Budget recommendations. It is not intended to be construed as a binding, legal document.</i>									
Line	Beginning Base	FY 2025-26	State	Federal	Other	Total	Beginning Base	FY 2025-26	State
	Agency	Part I A	Nonrecurring	Federal	Other	Total	Agency	Recurring	Nonrecurring
		Recurring Funds	Proviso	Funds	Funds	Funds		Funds	Funds
794	Changing Welcome Center Funding to State Funding from Gas Tax	5,140,727	10,000,000	15,000,000	5,140,727	5,140,727			5,140,727
795	State Parks Facilities Maintenance		4,000,000	25,000,000		25,000,000			25,000,000
796	Sanite State Park Boat Ramp Improvements			4,000,000		4,000,000			4,000,000
797	Venues at Arsenal Hill Construction Project		2,500,000			2,500,000			2,500,000
798	Sports Marketing Grants		6,500,000			6,500,000			6,500,000
799	Beach Renourishment Grants		4,000,000			4,000,000			4,000,000
800	New Welcome Centers Inflationary Construction Costs		6,000,000			6,000,000			6,000,000
801	South Carolina Songwriters Hall of Fame		500,000			500,000			500,000
802	Federal Funds Adjustments:								
803									
804									
805	Other Funds Adjustments:								
806	State Parks Payroll and Operational Authority								
807									
808	Subtotal Incremental Adjustments	6,737,401	33,500,000	15,000,000	55,237,401	2,346,084	2,346,084	2,346,084	2,346,084
809	Subtotal Dept. of PRT	75,311,847			123,811,847	4,398,610	87,312,069	57,583,485	808
810									215,522,56
811	P320 50 Department of Commerce	71,170,062				71,170,062	12,800,815	55,454,700	810
812	State Funds Adjustments:								139,425,577
813	Inflationary Construction Cost - Scout Motors Inc. Site Located C				50,048,662	50,048,662			812
814					5,000,000	5,000,000			50,048,662
815	Federal Funds Adjustments:								5,000,000
816									813
817	Other Fund Adjustments:								814
818									815
819									816
820	Subtotal Incremental Adjustments	-	5,000,000	50,048,662	55,048,662	71,170,062	126,218,724	12,800,815	55,048,662
821	Subtotal Dept. of COMMERCE								817
822									818
823	P340 51 Jobs-Economic Development Authority							36,000	819
824	State Funds Adjustments:							1,005,150	820
825	Federal Funds Adjustments:								821
826									822
827	Other Fund Adjustments:								823
828									824
829									825
830	Subtotal Incremental Adjustments	-	-	-	-	-	36,000	1,005,150	826
831	Subtotal Jobs-ECONOMIC DEVELOPMENT AUTHORITY								827
832	P360 52 Patriots Point Authority								828
833	State Funds Adjustments:								829
834									830
835	Other Fund Adjustments:								831
836									832
837	Subtotal Incremental Adjustments								833
838	Subtotal PATRIOTS POINT AUTHORITY								834
839									835
840	P400 53 Conservation Bank		23,778,960				23,778,960	5,200,000	836
841	State Funds Adjustments:							30,000,000	837
842	Land Conservation							58,978,960	838
843								841	839
844	Agriculture - Farm Conservation Grants							20,000,000	842
845								10,000,000	843
846	Other Fund Adjustments:							3,000,000	844
847									845
848	Subtotal Incremental Adjustments								846
849	Subtotal CONSERVATION BANK		23,778,960				36,778,960	5,200,000	847
850								30,000,000	848
851	P450 54 Rural Infrastructure Authority							71,978,960	849
852	State Funds Adjustments:							36,202,666	850
853								22,386,920	851
854	Other Fund Adjustments:								852
855									853

		Governor's Executive Budget							
		State			Federal			Other	Total
Line	Updated 01/05/26	Beginning Base	FY 2025-26	Nonrecurring	Federal	Other	Funds	Funds	Total
<i>The Summary Control Document is the SC Department of Administration - Executive Budget Office's attempt to maintain a historical record in summary form reflecting the Governor's Budget recommendations. It is not intended to be construed as a binding, legal document.</i>									
836				Part IIA					
837				Recurring Funds					
838				Proviso					
839				Capital Reserve Fund					
840				Total					
850				State Funds					
851	P500	55 Department of Environmental Services	104,453,618						206,735,278
852		State Funds Adjustments:							861
853		Workforce Recruitment and Retention	2,884,866						862
854		Federal Funds Adjustments:							863
855									864
856									865
857		Other Funds Adjustments:							866
858		Other Funds Authorization Increase							867
859									868
870		Subtotal Incremental Adjustments	2,884,866						869
871		Subtotal Department of Environmental Services	107,338,484						870
872									7,884,866
873	B040	57 Judicial Department	115,973,900						214,620,144
874		State Funds Adjustments:							871
875		Pay Raise for Family Court Judges	675,000						872
876		Additional Circuit Court Judges and Staff	2,200,000						873
877		Case Management System Modernization	15,000,000						874
878		FTE Authorization							875
879		Federal Funds Adjustments:							876
880									877
881									878
882		Other Funds Adjustments:							879
883									880
884		Subtotal Incremental Adjustments	2,875,000						881
885		Subtotal Judicial Department	118,848,900						882
886									883
887	C050	58 Administrative Law Court	5,557,282						884
888		State Funds Adjustments:							885
889		Judges and Solicitors Retirement System (JSRS) Employer Contribution	70,000						886
890									887
891		Other Funds Adjustments:							888
892									889
893		Subtotal Incremental Adjustments	70,000						890
894		Subtotal Administrative Law Judges	5,627,282						891
895									892
896	E200	59 Attorney General	31,181,795						893
897		State Funds Adjustments:							894
898		Workforce Recruitment and Retention	1,500,000						895
899		1 FTE - State Grand Jury Investigator	129,000						896
900		Internet Crimes Against Children Task Force - Inflationary Increases in Operating Costs	115,272						897
901		Witness Protection Funding	130,000						898
902		FTE Authorization							899
903									900
904		Other Funds Adjustments:							901
905									902
906		Subtotal Incremental Adjustments	1,744,272						903
907		Subtotal Attorney General	32,926,067						904
908									905
909	E210	60 Prosecution Coordination Commission	52,340,605						906
910		State Funds Adjustments:							907
911									908
912		Federal Funds Adjustments:							909
913									910
914		Other Funds Adjustments:							911
915									912
916		Subtotal Incremental Adjustments							913

Governor's Executive Budget									
		State							
		FY 2025-26				FY 2025-26			
Line		Part I A	Nonrecurring	Recurring	Proviso	Federal	Other	Federal	Other
Line		Agency	Funds	Funds	Funds	Funds	Funds	Funds	Funds
917		Beginning Base	52,340,605			52,340,605		311,383	8,325,000
918		52,444,695				52,444,695			60,976,988
919	E230	Commission on Indigent Defense							917
920		State Funds Adjustments:							918
921		Technology Shared Services	30,714			30,714			30,714
922									921
923		Other Funds Adjustments:							922
924									923
925		Federal Funds Adjustments:							924
926									925
927		Subtotal Incremental Adjustments							926
928		Subtotal Commission on Indigent Defense	53,475,409			53,475,409			30,714
929	D100	62 Governor's Office-SLED							927
931		State Funds Adjustments:	107,075,683			107,075,683			69,772,281
932		Law Enforcement Agent Step Increases							928
933		11 FTEs - New Agents, Support Staff, and Equipment	1,358,389			1,358,389			929
934		Inflationary Increases in Operating Costs	904,449			904,449			930
935		Workers' Compensation and Insurance Reserve Fund Rate Increases							931
936		FTE Authorization	998,066			998,066			932
937									933
938		Federal Funds Adjustments:							934
939									935
940		Other Funds Adjustments:							936
941									937
942		Subtotal Incremental Adjustments	5,361,404			5,361,404			938
943		Subtotal SLED	332,301			332,301			939
944			112,437,087			112,437,087			940
945	K050	63 Department of Public Safety							941
946		State Funds Adjustments:	220,510,625			220,510,625			942
947		Law Enforcement Officer Step Increases							943
948		30 FTEs for Bureau of Protective Services, Officers and Dispatch - Capital Complex and Governor's Mansion	1,667,081			1,667,081			944
949		Workers' Compensation and Insurance Reserve Fund Rate Increases	4,775,165			4,775,165			945
950		Technology Shared Services - New Employee Intranet Communication System	1,094,799			1,094,799			946
951		Regional Dispatch Command Center Equipment Modernization	2,081,700			2,081,700			947
952		Radio Replacement Life Cycle	212,415			212,415			948
953		Body Cam Local Grants	1,000,000			1,000,000			949
954		Sheriffs' Equipment - Local Law Enforcement Grants	3,000,000			3,000,000			950
955		Extension of Security Infrastructure Beyond Capital Complex	35,000,000			35,000,000			951
956			35,000,000			35,000,000			952
957		Federal Funds Adjustments:							953
958		South Carolina Electronic Data Collection (SCEDC) Grant Program							954
959									955
960		Other Funds Adjustments:							956
961									957
962		Subtotal Incremental Adjustments	9,618,745			42,312,415			958
963		Subtotal Department of Public Safety	230,129,370			230,129,370			959
964									960
965	N200	64 Law Enforcement Training Council (Criminal Justice Academy)	10,923,148			10,923,148			961
966		State Funds Adjustments:							962
967		Law Enforcement Instructor Step Increase	88,354			88,354			963
968		1 FTE - Additional Investigator	103,810			103,810			964
969		East Dom Restrooms Renovation and HVAC Replacement	400,000			400,000			965
970		FTE Authorization							966
971									967
972		Federal Funds Adjustments:							968
973									969
974									970
975		Other Funds Adjustments:							971
976		Other Funds Authorization							972
977									973
									974
									975
									976
									977



		Governor's Executive Budget							
		State			Federal			Other	Total
Line	Updated 01/05/26	FY 2026-2027	Beginning Base	FY 2025-26	Nonrecurring	Recurring	Proviso	Federal	Other
		Agency	Funds	Funds	Funds	Funds	Funds	Funds	Funds
1039		Other Funds Adjustments:							
1040									1040
1041									1041
1042		SUBTOTAL INCREMENTAL ADJUSTMENTS		500,000	-	500,000		500,000	1042
1043		SUBTOTAL COMMISSION ON MINORITY AFFAIRS		3,728,269	-	4,228,269		219,314	4,447,583
1044			543,614			543,614		7,398,422	7,942,036
1045	R040	72 Public Service Commission							1045
1046		State Funds Adjustments:							1046
1047		Other Funds Adjustments:							1047
1048		Other Funds Authorization							1048
1049						309,743		309,743	1049
1050		SUBTOTAL INCREMENTAL ADJUSTMENTS		-		309,743		309,743	1050
1051		SUBTOTAL PUBLIC SERVICE COMMISSION	543,614		543,614		7,708,165	8,251,779	1051
1052									1052
1053									1053
1054	R060	'73 Office of Regulatory Staff		3,196,686		3,196,686	932,261	18,653,854	22,782,801
1055		State Funds Adjustments:							1055
1056		Federal Funds Adjustments:							1056
1057		Other Funds Adjustments:							1057
1058		Other Funds Authorization							1058
1059		Other Funds Adjustments:							1059
1060		Other Funds Authorization						3,220,000	3,220,000
1061		SUBTOTAL INCREMENTAL ADJUSTMENTS		-		-		3,220,000	3,220,000
1062		SUBTOTAL OFFICE OF REGULATORY STAFF	3,196,686		3,196,686	932,261	21,873,854	26,002,801	1062
1063									1063
1064	R080	'74 Workers Compensation Commission		6,096,329		6,096,329		5,607,845	11,704,174
1065		State Funds Adjustments:							1065
1066		Other Funds Adjustments:							1066
1067		Other Funds Adjustments:							1067
1068		Other Funds Adjustments:							1068
1069		Other Funds Authorization							1069
1070		SUBTOTAL INCREMENTAL ADJUSTMENTS		-		-			1070
1071		SUBTOTAL WORKERS COMP COMMISSION	6,096,329		6,096,329		5,607,845	11,704,174	1071
1072	R120	'75 State Accident Fund							1072
1073		Other Funds Adjustments:							1073
1074		Other Funds Adjustments:							1074
1075		Other Funds Authorization							1075
1076		SUBTOTAL INCREMENTAL ADJUSTMENTS		-		-		691,401	691,401
1077		SUBTOTAL STATE ACCIDENT FUND		-		-		691,401	691,401
1078								12,254,625	12,254,625
1079									1078
1080	R200	'78 Department of Insurance		11,069,307		11,069,307		14,830,754	25,900,061
1081		State Funds Adjustments:							1081
1082		Insurance Fraud Division Expansion (Phase 2)		3,934,995		3,934,995		3,934,995	3,934,995
1083		Other Funds Adjustments:							1082
1084		Other Funds Adjustments:							1083
1085		Other Funds Authorization							1084
1086		SUBTOTAL INCREMENTAL ADJUSTMENTS		-		-		3,934,995	3,934,995
1087		SUBTOTAL DEPARTMENT OF INSURANCE	3,934,995		3,934,995		15,004,302	15,004,302	1087
1088	R230	'79 Board of Financial Institutions							1088
1089		Other Funds Adjustments:							1089
1090		Other Funds Authorization							1090
1091		SUBTOTAL INCREMENTAL ADJUSTMENTS		-		-		330,859	330,859
1092		SUBTOTAL BOARD OF FINANCIAL INSTITUTIONS		-		-		330,859	330,859
1093								7,708,164	7,708,164
1094									1094
1095	R280	'80 Department of Consumer Affairs						2,447,620	2,447,620
1096		State Funds Adjustments:							1096
1097		Technology Shared Services		79,439		79,439		79,439	1097
1098		211 Call Center		200,000		200,000		200,000	1098

Governor's Executive Budget									
		State		Federal		Other		Total	
		FY 2025-26		FY 2025-26		Federal		Other	
Line	Beginning Base	Agency	Part I A Recurring Funds	Nonrecurring Funds	Proviso Fund	State Funds	Funds	Federal	Other
1100									
1101	Other Funds Adjustments:								
1102	Other Funds Authorization								
1103									
1104	Subtotal Incremental Adjustments								
1105	Subtotal Dept. of Consumer Affairs		79,439	200,000	-	279,439	73,090	73,090	1104
1106			2,537,059		2,727,059		2,907,289	5,634,348	1105
1107	R360	81 Department of Labor, Licensing, & Regulation	11,477,383			11,477,383	4,468,472	55,037,775	70,983,630
1108		State Funds Adjustments:							1106
1109	Technology Shared Services		1,908,024		1,908,024		725,000	725,000	1109
1110	Firefighter Cancer Healthcare Benefit Plan Rate Increase		725,000		2,978,357			2,978,357	1111
1111	Technology Shared Services								1112
1112									
1113	Federal Funds Adjustments:								1113
1114	Federal Funds Authorization						55,522	55,522	1114
1115									
1116	Other Funds Adjustments:								1115
1117	Other Funds Authorization								1116
1118									
1119	Subtotal Incremental Adjustments						56,611,381	55,522	55,522
1120	Subtotal Dept. of Labor, Licensing & Regulation		2,633,024	2,978,357	-	5,611,381	2,086,485	2,086,485	7,753,388
1121			14,110,407			17,088,764	45,23,994	57,124,260	78,737,018
1122	R400	82 Department of Motor Vehicles	124,385,512			124,385,512	1,200,000	15,747,596	141,334,108
1123		State Funds Adjustments:							1122
1124	Technology Shared Services		1,900,000		1,900,000		4,500,000	4,500,000	1124
1125	Armed Car Transportation Contracts			4,500,000					1125
1126		Federal Funds Adjustments:							1126
1127	Federal Funds Authorization						800,000	800,000	1127
1128									1128
1129	Other Funds Adjustments:								1129
1130									1130
1131	Subtotal Incremental Adjustments								1131
1132	Subtotal Dept. of Motor Vehicles		1,900,000	4,500,000	-	6,400,000	800,000	15,747,596	7,200,000
1133			126,286,512			130,786,512	2,000,000		148,534,108
1134	R600	83 Department of Employment & Workforce	13,094,073			13,094,073	115,376,824	16,994,984	145,465,881
1135		State Funds Adjustments:							1135
1136	Technology Shared Services		1,296,610	887,000		2,483,610			1136
1137								2,483,610	1137
1138	Federal Funds Adjustments:								1138
1139									1139
1140	Other Funds Adjustments:								1140
1141									1141
1142									1142
1143	Subtotal Incremental Adjustments						2,483,610		2,483,610
1144	Subtotal Dept. of Employment & Workforce		1,296,610	887,000	-	15,277,683	115,376,824	16,994,984	147,949,491
1145									1144
1146	U120	84 Department of Transportation	123,057,270			123,057,270		2,653,614,054	2,776,671,324
1147		State Funds Adjustments:							1146
1148	Roads, Interstates, and Bridges		100,000,000	1,000,000,000		1,100,000,000			1,100,000,000
1149									1148
1150	Other Funds Adjustments:								1149
1151	Other Funds Authorization		14,690,683					433,292,922	433,292,922
1152									1152
1153	Subtotal Incremental Adjustments							433,292,922	1,533,292,922
1154	Subtotal Department of Transportation		223,057,270			223,057,270		3,086,906,976	4,309,964,246
1155									1155
1156	U150	85 Infrastructure Bank Board						125,269,870	125,269,870
1157		State Funds Adjustments:							1157
1158									1158
1159	Other Funds Adjustments:								1159
1160									1160



Governor's Executive Budget									
SUMMARY CONTROL DOCUMENT									
FY 2026-2027 Appropriation Bill									
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<i>Line</i>									
1222	1223	92A	Governor's Office-Executive Control of the State	FY 2026-27	Part I A	Nonrecurring	Federal	Federal	Total
			State Funds Adjustments:	Agency	Recurring Funds	Proviso	Other	Other	Total
1224	1225		2 FTEs - New System and Technology Upgrades - Boards and Commissions	Beginning Base			Funds	Funds	Funds
1226	1227		Transition Costs - New Administration	4,750,268					4,750,268
1228			<b>SUBTOTAL INCREMENTAL ADJUSTMENTS</b>		1,000,000				1,000,000
1229			<b>SUBTOTAL EXECUTIVE CONTROL OF STATE</b>		1,000,000				1,000,000
1230	1231	92C	Governor's Office-Mansion & Grounds		5,750,768				5,750,768
			State Funds Adjustments:						
1232	1233		Inflationary Increases in Operating Costs	647,909					647,909
1234			<b>SUBTOTAL INCREMENTAL ADJUSTMENTS</b>		300,000				300,000
1235			<b>SUBTOTAL MANSION &amp; GROUNDS</b>						
1236			<b>Other Funds Adjustments:</b>						
1237	1238								
1239			<b>SUBTOTAL INCREMENTAL ADJUSTMENTS</b>		300,000				300,000
1240	1241	92D	Office of Resilience		947,909				947,909
			State Funds Adjustments:						
1242	1243		Statewide Mitigation Projects	6,925,192					6,925,192
1244			Bridge Box Flood Monitoring Program						
1245			<b>Federal Funds Adjustments:</b>						
1246			Federal Authorization Increase						
1247									
1248	1249		Other Funds Adjustments:						
1250									
1251			<b>SUBTOTAL INCREMENTAL ADJUSTMENTS</b>						
1252			<b>SUBTOTAL OFFICE OF RESILIENCE</b>						
1253					6,925,192				6,925,192
1254	1255	93	Department of Administration						
			State Funds Adjustments:	129,666,908					129,666,908
1256			New Office of Statewide Data and Chief Data Officer						
1257			FTE Authorization		2,207,180	4,000,000			6,207,180
1258			<b>Federal Funds Adjustments:</b>						
1259			Federal Authorization						
1260									
1261			<b>Other Funds Adjustments:</b>						
1262									
1263			<b>SUBTOTAL INCREMENTAL ADJUSTMENTS</b>						
1264			<b>SUBTOTAL INCREMENTAL ADJUSTMENTS</b>		2,207,180	4,000,000			6,207,180
1265			<b>SUBTOTAL DEPARTMENT OF ADMINISTRATION</b>		132,074,088				136,074,088
1266	1267	94	Inspector General						
			State Funds Adjustments:	1,987,983					1,987,983
1268			5 FTEs - Investigators and Equipment						
1269				647,309	38,156				685,465
1270			<b>Other Funds Adjustments:</b>						
1271									
1272			<b>SUBTOTAL INCREMENTAL ADJUSTMENTS</b>						
1273			<b>SUBTOTAL INSPECTOR GENERAL</b>		647,309	38,156			685,465
1274					2,635,92				2,673,448
1275	1276	96	Secretary of State						
			State Funds Adjustments:	1,663,606					1,663,606
1277			<b>Other Funds Adjustments:</b>						
1278									
1279			<b>Other Fund Authorization</b>						
1280			Other Fund Authorization						
1281			<b>SUBTOTAL INCREMENTAL ADJUSTMENTS</b>						
1282									

Governor's Executive Budget									
SUMMARY CONTROL DOCUMENT									
FY 2026-2027 Appropriation Bill									
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Line	Beginning Base	Recurring Funds	Nonrecurring Funds	Proviso	Capital Reserve Fund	Federal Funds	Other Funds	Total Funds	Federal Other Total
1283	1,663,606				1,663,606	3,949,251	5,612,857	1283	FY 2025-26
1284	6,091,657				6,091,657	1,085,434	7,177,091	1284	
1285	97	Comptroller General							
1286		State Funds Adjustments:							
1287		Other Funds Adjustments:							
1288									1287
1289									1288
1290									1289
1291									1290
1292									1291
1293	E160	98	State Treasurer		2,650,321	11,536,809	14,187,130	1293	
1294			State Funds Adjustments:						
1295			Technology Shared Services		154,000	154,000	154,000	1295	
1296									
1297			Other Funds Adjustments:						
1298			Other Fund Authorization						
1299									1298
1300									1299
1301									
1302									
1303	E190	99	Retirement Systems Investment Commission						
1304			Other Funds Adjustments:						
1305			Other Fund Authorization						
1306									
1307									
1308									
1309									
1310	E240	100	Adjutant General		21,568,832	92,925,912	62,277,661	1310	
1311			State Funds Adjustments:						
1312			SCEMD - SC Public Assistance Program		20,000,000	20,000,000	20,000,000	1311	
1313			Army Revitalization Funding		5,000,000	5,000,000	5,000,000	1312	
1314			SCEMD - New Emergency Operations Center - Inflationary Construction Costs		5,000,000	5,000,000	5,000,000	1313	
1315			State Guard - Repairs to Dominion Building		200,000	200,000	200,000	1314	
1316									
1317			Federal Funds Adjustments:						
1318									
1319			Other Funds Adjustments:						
1320									1319
1321									1320
1322									1321
1323									1322
1324	E260	101	Veterans Affairs		95,312,899	95,312,899	65,110,928	1323	
1325			State Funds Adjustments:						
1326									
1327			Other Funds Adjustments:						
1328									
1329									
1330									
1331									
1332	E280	102	Election Commission		22,589,094	3,544,077	1,640,700	1331	
1333			State Funds Adjustments:						
1334			Statewide Voting System Loan Repayment			21,174,755		1333	
1335			CurbSide Voting Carts		2,040,000	2,040,000	2,040,000	1334	
1336									1335
1337			Other Funds Adjustments:						1336
1338									1337
1339									1338
1340									1339
1341									1340
1342									1341
1343	E500	103	Revenue & Fiscal Affairs Office		7,406,506	1,004,574	57,569,274	1342	
									1343

Governor's Executive Budget									
		State							
		FY 2025-26				FY 2025-26			
Line	Beginning Base	Agency	Recurring Funds	Nonrecurring Funds	Proviso	Capital Reserve Fund	Federal Funds	Other Funds	Total
1344	State Funds Adjustments:								
1345	Federal Funds Adjustments:								
1346	Other Funds Adjustments:								
1347									
1348									
1349									
1350									
1351									
1352									
1353									
1354	E550	104	State Fiscal Accountability Authority	2,045,275		2,045,275		31,029,682	33,074,957
1355			State Funds Adjustments:						
1356									
1357			Other Funds Adjustments:						
1358			Other Fund Authorization						
1359									
1360									
1361									
1362									
1363									
1364	F270	105	SFAA - State Auditor's Office	7,141,634		7,141,634		3,079,639	10,221,273
1365			State Funds Adjustments:						
1366			Lease, Technology, and Required Financial Reporting Costs	235,000		235,000			
1367									
1368			Other Funds Adjustments:						
1369			Other Fund Authorization						
1370									
1371									
1372									
1373									
1374	F500	108	Public Employee Benefit Authority (PEBA)	112,168,739		112,168,739		46,030,091	158,398,830
1375			State Funds Adjustments:						
1376									
1377			Other Funds Adjustments:						
1378									
1379									
1380									
1381									
1382									
1383	R440	109	Department of Revenue	61,847,297		61,847,297		60,177,093	122,074,390
1384			State Funds Adjustments:						
1385									
1386			Federal Funds Adjustments:						
1387									
1388			Other Funds Adjustments:						
1389									
1390									
1391									
1392									
1393	R520	110	State Ethics Commission	2,250,080		2,250,080		517,508	2,767,588
1394			State Funds Adjustments:						
1395									
1396			Other Funds Adjustments:						
1397			Other Fund Authorization						
1398									
1399									
1400									
1401									
1402	S600	111	Procurement Review Panel	205,665		205,665		2,534	208,199
1403			State Funds Adjustments:						
1404			Technology/Shared Services	12,000		12,000			12,000



Governor's Executive Budget										
		State		FY 2025-26		Federal		Other		Total
Line	Beginning Base	Recurring	Nonrecurring	Part IIA	Nonrecurring	Recurring	Proviso	Federal	Other	Funds
<b>EDUCATION IMPROVEMENT ACT</b>										
1413		Recurring	Nonrecurring							
1414		Part IIA	EIA							
1415		1,398,511,000								
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# Appendices

## Appendices

- January 9, 2026 letter from Frank Rainwater, Executive Director, South Carolina Revenue and Fiscal Affairs Office, certifying that the FY 2026-27 Executive Budget is balanced.
- January 5, 2026 letter from Frank Rainwater, Executive Director, South Carolina Revenue and Fiscal Affairs Office, assessing the revenue impact of reducing the top marginal income tax rate to 5.9% for tax year 2026.
- October 22, 2025 letter from Frank Rainwater, Executive Director, South Carolina Revenue and Fiscal Affairs Office, assessing the prospective revenue impact of providing a \$2,000 individual income tax credit for individuals employed as sworn law enforcement officers, firefighters, and emergency medical technicians (EMTs) beginning in tax year 2026.
- December 10, 2025 letter from Frank Rainwater, Executive Director, South Carolina Revenue and Fiscal Affairs Office, assessing the fiscal impact of the State reimbursing school districts to provide free school breakfast to all students.



**SOUTH CAROLINA  
REVENUE AND FISCAL AFFAIRS OFFICE**

EDWARD B. GRIMBALL, Chairman  
C. CURTIS HUTTO  
G. MICHAEL MIKOTA, Ph.D.

FRANK A. RAINWATER  
Executive Director

January 9, 2026

The Honorable Henry McMaster  
Governor, State of South Carolina  
State House  
1100 Gervais Street  
Columbia, South Carolina 29201

Dear Governor McMaster:

This letter is to certify that the proposed FY 2026-27 Executive Budget is in balance as required by Proviso 117.63 of the FY 2025-26 Appropriations Act.

For this certification, the Executive Budget Office verified the following information:

- The Summary Control Document provided to Revenue and Fiscal Affairs reflects the base budget as determined by the Executive Budget Office.
- All expenditures and revenues contained in the FY 2026-27 Executive Budget, including any impacts of provisos, are reported in the Summary Control Document provided to Revenue and Fiscal Affairs.
- The total number of permanent state positions in the Executive Budget does not exceed the limit as determined by the Executive Budget Office pursuant to SC Code of Laws Section 11-11-420.

Based upon the information provided by the Executive Budget Office as noted, the Executive Budget is in balance as follows:

General Fund Revenue	<u>\$14,037,887,021</u>
(BEA forecast as of November 18, 2025, Net of Tax Relief Trust Fund and other revenue adjustments)	
Appropriation of General Funds (Part IA)	<u>\$14,037,887,021</u>
Balance	<u>\$0</u>

The Honorable Henry McMaster

January 9, 2026

Page 2

If we may be of further assistance, please advise.

Sincerely,

A handwritten signature in blue ink, appearing to read "Frank A. Rainwater".

Frank A. Rainwater

Executive Director

FAR/lhj

cc: Ms. Melanie Barton, Governor's Office  
Mr. Kevin Etheridge, Executive Budget Office

January 5, 2026

The Honorable Henry McMaster  
Governor, State of South Carolina  
State House  
1100 Gervais Street  
Columbia, SC 29201

Dear Governor McMaster:

This letter is in response to a request by staff for the estimated revenue impact of lowering the top individual income tax marginal rate from 6 percent to 5.9 percent in tax year 2026.

Currently, South Carolina has a marginal tax rate structure of 0 percent, 3 percent, and 6 percent for tax year 2026. We estimate that reducing the 6 percent tax rate to 5.9 percent would decrease tax liability by \$101,822,000 in tax year 2026. Our calculations of the impact are based on the November 2025 forecast by the Board of Economic Advisors and tax return data through tax year 2024. Additionally, the estimate by taxable income range is provided in the attached table.

We assume taxpayers will adjust their estimated tax payments for the tax decrease. As such, 5.25 percent of the total tax year impact is recognized in the prior fiscal year, FY 2025-26, for decreased payments. Total collections in FY 2026-27 will decrease by the full decrease in tax liability including the remaining impact for tax year 2026 and the decreased payments for tax year 2027 that will be collected in FY 2026-27. The impact on a fiscal year basis is shown below.

**Estimated Fiscal Year Impact of Individual Income Tax  
Rate Reduction from 6% to 5.9% for Tax Year 2026**

Fiscal Year	General Fund Impact of Rate Reduction
FY 2025-26	(\$5,346,000)
FY 2026-27	(\$101,822,000)

The Honorable Henry McMaster

January 5, 2026

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If we may be of further assistance, please advise.

Sincerely,

A handwritten signature in blue ink, appearing to read "Frank A. Rainwater".

Frank A. Rainwater  
Executive Director

FAR/lhj

Enclosure: 1

cc: Ms. Melanie Barton, Governor's Office  
Mr. Kevin Etheridge, Executive Budget Office

## ESTIMATED TAX YEAR 2026 INDIVIDUAL INCOME TAX IMPACT

**Proposal:** Set tax rates to 0.0%, 3.0%, and 5.9%.

**Impact:** With these brackets and rates, 47.6% of returns have a lower liability and 52.4% are unchanged.

The General Fund impact is (\$101,822,000).

2024 Taxable Income Range	Current Tax Structure						Estimate of Tax Year Impact			
	Projected # of Returns 2026	Cumulative # of Returns	Cumulative % of Returns	Projected Average Taxable Income 2026	Projected Average Liability 2026	Proposed Average Tax Liability 2026	Average Tax Increase/ (Decrease) 2026	Total Dollar Increase/ (Decrease) 2026		
col 1	col 2 (/a)	col 3	col 4	col 5 (/b)	col 6	col 7	col 8	col 9		
0	880,579	880,579	31.9%	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1-10,000	366,085	1,246,664	45.2%	\$4,818	\$60	\$60	\$0	\$0	\$0	\$0
10,000-20,000	277,118	1,523,782	55.3%	\$15,820	\$378	\$377	(\$0)	(\$112,008)		
20,000-30,000	225,327	1,749,109	63.4%	\$26,393	\$927	\$919	(\$9)	(\$1,839,264)		
30,000-40,000	179,866	1,928,975	70.0%	\$37,017	\$1,565	\$1,546	(\$19)	(\$3,379,188)		
40,000-50,000	141,807	2,070,782	75.1%	\$47,668	\$2,204	\$2,175	(\$30)	(\$4,174,523)		
50,000-75,000	237,105	2,307,887	83.7%	\$65,209	\$3,256	\$3,209	(\$47)	(\$11,139,012)		
75,000-100,000	141,253	2,449,139	88.8%	\$92,044	\$4,867	\$4,793	(\$74)	(\$10,426,463)		
100,000-150,000	146,782	2,595,922	94.1%	\$129,119	\$7,091	\$6,980	(\$111)	(\$16,276,549)		
150,000-200,000	64,702	2,660,624	96.5%	\$182,891	\$10,317	\$10,153	(\$165)	(\$10,653,909)		
200,000-300,000	50,908	2,711,531	98.3%	\$255,891	\$14,697	\$14,460	(\$238)	(\$12,098,796)		
300,000-500,000	28,670	2,740,202	99.4%	\$399,166	\$23,294	\$22,913	(\$381)	(\$10,921,633)		
500,000-1,000,000	12,529	2,752,731	99.8%	\$712,864	\$42,116	\$41,421	(\$695)	(\$8,703,329)		
Over 1,000,000	4,843	2,757,574	100.0%	\$2,516,275	\$150,320	\$147,822	(\$2,499)	(\$12,096,886)		
<b>Total</b>	<b>2,757,574</b>			<b>\$47,270</b>	<b>\$2,180</b>	<b>\$2,151</b>	<b>(\$29)</b>	<b>(\$101,822,000)</b>		
				<b>2026 Current Tax Brackets</b>	<b>0.00% \$0 to 3,640</b>		<b>Proposed Tax Brackets</b>	<b>0.00% \$0 to 3,640</b>		
				<b>3.00% \$3,640 to 18,230</b>			<b>3.00% \$3,640 to 18,230</b>			
				<b>6.00% Over \$18,230</b>			<b>5.90% Over \$18,230</b>			

Columns may not add to totals due to rounding

/a 2024 Base Year Grown by 1.7% per year.

/b 2024 Base Year Taxable Income Grown by 5.6% and 4.2%.

Source: SC RFA; Data Source: SC Dept. of Revenue Income Tax Data 2024

1/5/2026



## SOUTH CAROLINA REVENUE AND FISCAL AFFAIRS OFFICE

EDWARD B. GRIMBALL, Chairman  
C. CURTIS HUTTO  
G. MICHAEL MIKOTA, Ph.D.

FRANK A. RAINWATER  
Executive Director

October 22, 2025

The Honorable Henry McMaster  
Governor, State of South Carolina  
State House  
1100 Gervais Street  
Columbia, SC 29201

Dear Governor McMaster:

This letter is in response to a request by staff for the estimated revenue impact of providing a \$2,000 nonrefundable individual income tax credit for individuals employed as active sworn law enforcement officers, firefighters, and emergency medical technicians (EMTs) beginning in tax year 2026.

We estimate that allowing a \$2,000 income tax credit for active sworn law enforcement, firefighters, and EMTs will reduce General Fund individual income tax revenue by approximately \$45,458,000 in FY 2026-27. Based on a projected average tax liability of approximately \$2,303 in tax year 2026, this credit would eliminate almost all of the tax liability for the average taxpayer. The following is a detailed analysis of this estimate.

We estimate that there are approximately 18,101 active law enforcement officers employed in South Carolina. This figure includes 16,286 state and local Class 1, 2, and 3 officers based on data from the SC Criminal Justice Academy and an estimated 1,815 federal law enforcement officers in South Carolina who would also qualify for the credit. To estimate the number of South Carolina federal officers, we determined that there are approximately 139,638 federal law enforcement officers in the US based on historical data published by the US Department of Justice.<sup>1</sup> The proportion of federal government employees in South Carolina relative to the US is approximately 1.30 percent according to the latest data from the US Bureau of Labor Statistics. Applying this percentage to the total federal officers, we arrived at an estimated 1,815 federal law enforcement officers in South Carolina who would qualify for the tax credit.

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<sup>1</sup> U.S. Department of Justice, Office of Justice Programs, Bureau of Justice Statistics, "Federal Law Enforcement Officers, 2020-Statistical Tables," Revised September 29, 2023 <https://bjs.ojp.gov/sites/g/files/xyckuh236/files/media/document/fle020st.pdf>

Additionally, the SC Department of Labor Licensing and Regulation (LLR) reported in its 2023-24 annual report that there are approximately 18,000 firefighters in South Carolina. According to the Office of State Fire Marshall within LLR, approximately 33 percent are paid (5,940), and 67 percent are volunteer (12,060). For the purposes of this analysis, we have included both paid and volunteer firefighters.

Lastly, the SC Department of Public Health reported 14,879 certified EMTs and paramedics for 2025. We have assumed for the purposes of this analysis that all currently certified EMTs will qualify for the credit, as data are unavailable to determine whether any certified EMTs are not currently employed as EMTs.

Providing a \$2,000 nonrefundable individual income tax credit for the approximately 50,980 qualifying taxpayers would reduce General Fund individual income tax revenue by approximately \$45,458,000 in FY 2026-27. This estimate factors in the utilization rate of approximately 44.6 percent for a \$2,000 income tax credit across all income levels with wage or salary income, which accounts for returns with insufficient tax liability to utilize the full amount of the credit. The table below outlines these calculations. Please note, the estimates are based on the projected tax rates for tax year 2026 of 3 percent and 6 percent.

**Estimated Impact of a \$2,000 Nonrefundable Income Tax Credit for Active Law Enforcement Officers, Firefighters, and Emergency Medical Technicians – FY 2026-27**

Active Law Enforcement Officers	18,101
Firefighters	18,000
Paid	5,940
Volunteer	12,060
Emergency Medical Technicians	14,879
<b>Estimated Total Eligible Individuals</b>	<b>50,980</b>
Credit Amount	\$2,000
Estimated Total Credits for Eligible Individuals	\$101,960,000
Utilization Rate	44.6%
<b>Estimated General Fund Revenue Impact for Credit</b>	<b>(\$45,458,000)</b>

Source: Revenue and Fiscal Affairs

The Honorable Henry McMaster

October 22, 2025

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If we may be of further assistance, please advise.

Sincerely,

A handwritten signature in blue ink, appearing to read "Frank A. Rainwater".

Frank A. Rainwater  
Executive Director

FAR/lhj

cc: Ms. Melanie Barton, Governor's Office  
Mr. Kevin Etheridge, Executive Budget Office



## SOUTH CAROLINA REVENUE AND FISCAL AFFAIRS OFFICE

EDWARD B. GRIMBALL, Chairman  
C. CURTIS HUTTO  
G. MICHAEL MIKOTA, Ph.D.

FRANK A. RAINWATER  
Executive Director

December 10, 2025

Ms. Melanie Barton  
Deputy Chief of Staff  
Office of the Governor  
State of South Carolina  
1201 Main Street, Suite 710  
Columbia, SC 29201

Dear Ms. Barton,

This letter is in response to your request for the fiscal impact of the State reimbursing districts to provide free school breakfast to all students.

Currently, federal child nutrition programs provide funding for breakfast for students from households with qualifying incomes. The federal reimbursement rate for a free breakfast is \$2.46 and \$0.40 for paid breakfasts. At schools participating in the Community Eligibility Provision (CEP), districts cover the difference in the cost of breakfasts for students that are not fully covered by federal reimbursements. Students that do not meet income requirements pay the cost for breakfasts at non-CEP schools. For this analysis, we assume that the State will reimburse for all breakfasts not currently reimbursed at the federal free breakfast rate of \$2.46, including breakfasts that districts are currently paying for in CEP schools and breakfasts currently paid for by students in non-CEP schools. The SC Department of Education (SCDE) anticipates reimbursing districts \$2.00 per breakfast.

To estimate the total reimbursements, we used October 2024 data provided by SCDE for this analysis. October data are typically used by the Office of Health and Nutrition and the US Department of Agriculture because October is the one month of the school year in which there are no holidays when meals may not be served in schools. Additionally, October 2025 data are not yet available.

Based on the October 2024 data, approximately 4,035,000 breakfasts served will be reimbursed by the State annually. The cost for reimbursing the districts in the amount of \$2.00 per breakfast for these breakfasts totals \$8,070,000.

Ms. Melanie Barton  
December 10, 2025  
Page 2

Additionally, once free breakfasts are available to all students, we anticipate an increase in breakfast participation of 8 percent in non-CEP schools based on research from other states.<sup>1</sup> Assuming an increase of 8 percent, we estimate approximately 136,000 additional breakfasts will be served over the course of the school year. At a rate of \$2.00 per breakfast, reimbursing districts for these additional breakfasts will total approximately \$272,000. Based on these assumptions, providing a State reimbursement of \$2.00 per breakfast results in a total cost of \$8,342,000 to reimburse districts for breakfasts currently paid for by students or the district.

Further, SCDE reports that school districts were reimbursed approximately \$375,000 for the \$0.30 copay for reduced price breakfasts that students were not charged pursuant to Proviso 1.115 of FY 2024-25. These costs were covered by surplus EIA funds. We anticipate these costs will be included in the total breakfast reimbursement.

Overall, the total State cost for reimbursing districts for all breakfasts not currently reimbursed at the federal free breakfast rate is approximately \$8,717,000.

Please note, based on the limited anticipated increase in breakfast participation of 8 percent, we do not expect that this change will have a significant impact on district operations. However, if a district cannot absorb the increase in breakfasts served with existing staff and resources, there may be additional costs that are not covered by these reimbursements.

If we may be of further assistance, please advise.

Sincerely,



Frank A. Rainwater  
Executive Director

FAR/kab

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<sup>1</sup> Pokorney, P. E., Chandran, A., & Long, M. W. (2019). "Impact of the Community Eligibility Provision on Meal Counts and Participation in Pennsylvania and Maryland National School Lunch Programs." *Public Health Nutrition* 22(17): 3281–87; Ramponi, F., Zhou, H., & Gosliner, W. (2025). "Universal Free School Meal Policies and Participation in the US National School Meal Programs." *JAMA Pediatrics* 179(10): 1108-18.