

**THE JOINT CONFERENCE COMMITTEE REPORT
ON THE
CONTINUATION, EXPANSION
AND CAPITAL BUDGETS**

Senate Bill 202

**North Carolina General Assembly
2009 Session**

August 3, 2009

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General Fund Availability Statement

	FY 2009-2010	FY 2010-2011
1 Unappropriated Balance Remaining from Previous Year	0	10,524,411
2 Projected Reversions FY 2008-09	91,967,011	0
3 Projected Overcollections FY 2008-09	0	0
4 Beginning Unreserved Fund Balance	91,967,011	10,524,411
5 Revenues Based on Existing Tax Structure	16,796,300,000	17,384,400,000
6 Non-tax Revenues		
7 Investment Income	67,300,000	93,100,000
8 Judicial Fees	200,700,000	208,300,000
9 Disproportionate Share	100,000,000	100,000,000
10 Insurance	77,700,000	81,900,000
11 Other Non-Tax Revenues	148,300,000	155,200,000
12 Highway Trust Fund/Use Tax Reimbursement Transfer	108,500,000	72,800,000
13 Highway Fund Transfer	17,600,000	17,600,000
14 Subtotal Non-tax Revenues	720,100,000	728,900,000
15 Total General Fund Availability	17,608,367,011	18,123,824,411
16 Adjustments to Availability: 2009 Session		
17 Adjust Transfer from Insurance Regulatory Fund	(1,644,300)	(1,644,300)
18 Adjust Transfer from Treasurer's Office	(398,880)	(605,833)
19 Transfer from Disproportionate Share Reserve	25,000,000	0
20 Transfers of Cash Balances from Special Funds	38,318,305	0
21 Transfer of Cash Balances from Capital and R&R Accounts	24,372,701	0
22 Transfer from Health and Wellness Trust Fund	5,000,000	5,000,000
23 Transfer from Tobacco Trust Fund	5,000,000	5,000,000
24 Transfer Excess Sales Tax for Wildlife Resources Commission	1,650,000	1,650,000
25 Transfer Funds for Grape Growers Council	900,000	900,000
26 Department of Revenue Improved Enforcement	60,000,000	90,000,000
27 Department of Revenue Compliance Initiative	150,000,000	0
28 Individual Income Surtax	172,800,000	177,100,000
29 Corporate Income Surtax	23,100,000	25,500,000
30 Increase Sales Tax Rate	803,500,000	1,061,300,000
31 Digital Products & Click-Throughs	11,800,000	24,100,000
32 IRC Conformity	(116,300,000)	(80,900,000)
33 Adjust Revenue Distributions	22,100,000	0
34 Increase Excise Taxes	68,800,000	93,800,000
35 Suspend Corporate Income Tax Earmark -Public Schools	60,500,000	64,500,000
36 Increase General Government Fees	7,555,995	7,365,196
37 Increase Justice and Public Safety Fees	47,090,559	51,475,278
38 Increase Health Services Regulation Fees	1,093,000	1,093,000
39 Subtotal Adjustments to Availability: 2009 Session	1,410,237,380	1,525,633,341
40 Revised General Fund Availability	19,018,604,391	19,649,457,752
41 Less: General Fund Appropriations	19,008,079,980	19,555,540,945
42 Unappropriated Balance Remaining	10,524,411	93,916,807

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SUMMARY:

**GENERAL FUND
APPROPRIATIONS**

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Summary of General Fund Appropriations

Fiscal Year 2009-2010

2009 Legislative Session

	Adjusted	Legislative Adjustments			Revised	
	Continuation Budget	Recurring	Nonrecurring	Net	FTE	
	2009-10	Adjustments	Adjustments	Changes	Changes	
					Appropriation	
					2009-10	
<u>Education:</u>						
Community Colleges	1,072,571,152	(105,637,524)	32,899,494	(72,738,030)	-19.00	999,833,122
Public Education	8,245,341,827	(389,488,165)	(399,592,422)	(789,080,587)	-64.00	7,456,261,240
University System	3,026,185,255	(193,284,976)	(126,065,944)	(319,350,920)	21.00	2,706,834,335
Total Education	12,344,098,234	(688,410,665)	(492,758,872)	(1,181,169,537)	-62.00	11,162,928,697
<u>Health and Human Services:</u>						
Central Management and Support	74,014,863	556,849	445,000	1,001,849	-20.00	75,016,712
Aging and Adult Services	37,592,841	(308,552)	(1,384,392)	(1,692,944)	-2.00	35,899,897
Blind and Deaf / Hard of Hearing Services	11,704,522	(2,787,049)	(185,590)	(2,972,639)	-3.00	8,731,883
Child Development	305,403,137	(32,055,077)	(16,252,484)	(48,307,561)	-2.00	257,095,576
Education Services	40,827,434	(3,982,716)	(175,321)	(4,158,037)	-32.00	36,669,397
Health Service Regulation	19,271,921	(1,345,180)	0	(1,345,180)	-7.00	17,926,741
Medical Assistance	3,681,276,113	(505,270,447)	(857,352,497)	(1,362,622,944)	-11.00	2,318,653,169
Mental Health, Dev. Disabilities and Sub. Abuse	819,613,620	(111,927,736)	(43,300,000)	(155,227,736)	-350.00	664,385,884
NC Health Choice	68,789,628	8,428,896	0	8,428,896	0.00	77,218,524
Public Health	195,214,007	(28,750,768)	(4,897,119)	(33,647,887)	-54.00	161,566,120
Social Services	236,218,110	(13,863,463)	(14,175,225)	(28,038,688)	-22.00	208,179,422
Vocational Rehabilitation	46,418,743	(4,211,293)	(201,170)	(4,412,463)	-3.00	42,006,280
Total Health and Human Services	5,536,344,939	(695,516,536)	(937,478,798)	(1,632,995,334)	-506.00	3,903,349,605
<u>Justice and Public Safety:</u>						
Correction	1,384,910,571	(56,397,700)	(14,697,394)	(71,095,094)	-972.00	1,313,815,477
Crime Control & Public Safety	43,925,878	(11,939,667)	580,336	(11,359,331)	25.00	32,566,547
Judicial Department	497,649,235	(28,396,121)	(2,324,864)	(30,720,985)	-47.00	466,928,250
Judicial - Indigent Defense	133,881,190	(7,188,386)	9,235,185	2,046,799	-6.00	135,927,989
Justice	100,441,147	(10,704,530)	0	(10,704,530)	-72.00	89,736,617
Juvenile Justice & Delinquency Prevention	172,484,415	(26,111,099)	(718,393)	(26,829,492)	-122.00	145,654,923
Total Justice and Public Safety	2,333,292,436	(140,737,503)	(7,925,130)	(148,662,633)	-1194.00	2,184,629,803

Summary of General Fund Appropriations

Fiscal Year 2009-2010

2009 Legislative Session

	Adjusted	Legislative Adjustments			Revised	
	Continuation Budget	Recurring	Nonrecurring	Net	FTE	
	2009-10	Adjustments	Adjustments	Changes	Changes	
					Appropriation	
					2009-10	
<u>Natural And Economic Resources:</u>						
Agriculture and Consumer Services	65,402,492	(4,668,058)	2,300,000	(2,368,058)	-32.20	63,034,434
Commerce	46,019,823	(4,395,287)	3,403,885	(991,402)	-11.00	45,028,421
Commerce - State Aid	15,642,232	(974,507)	7,000,000	6,025,493	0.00	21,667,725
Environment and Natural Resources	212,524,097	(19,128,924)	7,713,240	(11,415,684)	-112.72	201,108,413
DENR - Clean Water Mgmt. Trust Fund	100,000,000	0	(50,000,000)	(50,000,000)	0.00	50,000,000
Labor	19,064,773	(1,663,966)	0	(1,663,966)	-9.50	17,400,807
NC Biotechnology Center	15,427,561	(617,561)	0	(617,561)	0.00	14,810,000
Rural Economic Development Center	24,059,581	(152,145)	0	(152,145)	0.00	23,907,436
Total Natural and Economic Resources	498,140,559	(31,600,448)	(29,582,875)	(61,183,323)	-165.42	436,957,236
<u>General Government:</u>						
Administration	78,170,163	(10,510,601)	250,000	(10,260,601)	-110.50	67,909,562
Auditor	14,389,111	(962,069)	0	(962,069)	-8.00	13,427,042
Cultural Resources	77,933,037	(5,474,603)	500,000	(4,974,603)	-17.45	72,958,434
Cultural Resources - Roanoke Island	2,095,402	(104,770)	0	(104,770)	0.00	1,990,632
General Assembly	62,347,066	(7,868,058)	0	(7,868,058)	-21.00	54,479,008
Governor	6,616,233	(465,924)	0	(465,924)	0.00	6,150,309
Housing Finance Agency	14,608,417	0	0	0	0.00	14,608,417
Insurance	33,824,822	(144,300)	(1,500,000)	(1,644,300)	0.00	32,180,522
Insurance - Worker's Compensation Fund	4,500,000	0	(2,500,000)	(2,500,000)	0.00	2,000,000
Lieutenant Governor	966,706	(22,504)	0	(22,504)	0.00	944,202
Office of Administrative Hearings	4,266,407	(110,895)	0	(110,895)	-3.00	4,155,512
Revenue	91,347,503	(2,386,086)	0	(2,386,086)	0.00	88,961,417
Secretary of State	11,854,656	(214,297)	0	(214,297)	-3.00	11,640,359
State Board of Elections	6,627,101	(319,878)	(1,500,000)	(1,819,878)	-5.00	4,807,223
State Budget and Management	7,144,221	(641,701)	0	(641,701)	-4.00	6,502,520
State Budget and Management -- Special	4,280,000	(63,535)	2,250,000	2,186,465	0.00	6,466,465
State Controller	24,536,602	(1,404,801)	0	(1,404,801)	-12.75	23,131,801
Treasurer - Operations	11,150,002	6,608,563	0	6,608,563	-4.00	17,758,565
Treasurer - Retirement / Benefits	10,804,671	0	0	0	0.00	10,804,671
Total General Government	467,462,120	(24,085,459)	(2,500,000)	(26,585,459)	-188.70	440,876,661

Summary of General Fund Appropriations						
Fiscal Year 2009-2010						
2009 Legislative Session						
	Adjusted	Legislative Adjustments			Revised	
	Continuation Budget	Recurring	Nonrecurring	Net	FTE	Appropriation
	2009-10	Adjustments	Adjustments	Changes	Changes	2009-10
Statewide Reserves and Debt Service:						
Debt Service:						
Interest / Redemption	670,494,697	(27,981,944)	0	(27,981,944)	0.00	642,512,753
Federal Reimbursement	1,616,380	0	0	0	0.00	1,616,380
Subtotal Debt Service	672,111,077	(27,981,944)	0	(27,981,944)	0.00	644,129,133
Statewide Reserves:						
Salary Adjustment Fund	4,500,000	(4,500,000)	0	(4,500,000)	0.00	0
Contingency and Emergency Fund	5,000,000	0	0	0	0.00	5,000,000
State Health Plan (S.L. 2009-16)		132,214,752	0	132,214,752	0.00	132,214,752
State Retirement System Contributions		21,000,000	0	21,000,000	0.00	21,000,000
Judicial Retirement System Contributions		1,300,000	0	1,300,000	0.00	1,300,000
Information Technology Funds	14,821,416	(5,459,431)	0	(5,459,431)	0.00	9,361,985
Job Development Investment Grants (JDIG)	27,400,000	0	(8,400,000)	(8,400,000)	0.00	19,000,000
Statewide Administrative Support Reduction		(3,000,000)	0	(3,000,000)	-75.00	(3,000,000)
Eliminate Funds for BRIC - General Fund	172,000,000	0	(172,000,000)	(172,000,000)	0.00	0
Convert Contract Employees to State Employees		(2,500,000)	0	(2,500,000)	0.00	(2,500,000)
Severance Expenditure Reserve		0	47,957,108	47,957,108	0.00	47,957,108
Subtotal Statewide Reserves	223,721,416	139,055,321	(132,442,892)	6,612,429	-75.00	230,333,845
Total Reserves and Debt Service	895,832,493	111,073,377	(132,442,892)	(21,369,515)	-75.00	874,462,978
Total General Fund for Operations	22,075,170,781	(1,469,277,234)	(1,602,688,567)	(3,071,965,801)	-2191.12	19,003,204,980
Capital Improvements						
Water Resources Development Projects	0	0	4,875,000	4,875,000	0.00	4,875,000
Total Capital Improvements	0	0	4,875,000	4,875,000	0.00	4,875,000
Total General Fund Budget	22,075,170,781	(1,469,277,234)	(1,597,813,567)	(3,067,090,801)	-2191.12	19,008,079,980

Summary of General Fund Appropriations

Fiscal Year 2010-2011

2009 Legislative Session

	Adjusted	Legislative Adjustments			Revised	
	Continuation Budget	Recurring	Nonrecurring	Net	FTE	
	2010-11	Adjustments	Adjustments	Changes	Changes	
					Appropriation	
					2010-11	
Education:						
Community Colleges	1,114,034,594	(101,566,816)	0	(101,566,816)	-19.00	1,012,467,778
Public Education	8,358,798,223	(495,897,268)	(504,067,732)	(999,965,000)	-75.00	7,358,833,223
University System	3,100,871,575	(299,616,919)	(144,702,648)	(444,319,567)	21.00	2,656,552,008
Total Education	12,573,704,392	(897,081,003)	(648,770,380)	(1,545,851,383)	-73.00	11,027,853,009
Health and Human Services:						
Central Management and Support	74,482,593	(310,254)	0	(310,254)	-20.00	74,172,339
Aging and Adult Services	37,594,640	(312,611)	0	(312,611)	-2.00	37,282,029
Blind and Deaf / Hard of Hearing Services	11,763,464	(2,853,143)	(260,590)	(3,113,733)	-3.00	8,649,731
Child Development	305,417,178	(32,433,216)	(3,800,000)	(36,233,216)	-2.00	269,183,962
Education Services	40,879,342	(4,034,624)	0	(4,034,624)	-32.00	36,844,718
Health Service Regulation	19,277,259	(1,363,134)	0	(1,363,134)	-7.00	17,914,125
Medical Assistance	3,933,921,911	(711,159,533)	(502,565,621)	(1,213,725,154)	-11.00	2,720,196,757
Mental Health, Dev. Disabilities and Sub. Abuse	834,943,177	(130,247,222)	(40,000,000)	(170,247,222)	-350.00	664,695,955
NC Health Choice	68,789,628	13,174,613	0	13,174,613	0.00	81,964,241
Public Health	198,230,503	(31,941,055)	(5,774,119)	(37,715,174)	-54.00	160,515,329
Social Services	234,498,543	(18,982,538)	(6,926,522)	(25,909,060)	-22.00	208,589,483
Vocational Rehabilitation	46,762,707	(5,541,364)	(201,170)	(5,742,534)	-3.00	41,020,173
Total Health and Human Services	5,806,560,945	(926,004,081)	(559,528,022)	(1,485,532,103)	-506.00	4,321,028,842
Justice and Public Safety:						
Correction	1,406,791,264	(66,473,640)	(13,825,394)	(80,299,034)	-1072.00	1,326,492,230
Crime Control & Public Safety	44,067,870	(12,116,068)	0	(12,116,068)	20.00	31,951,802
Judicial Department	507,638,940	(37,495,448)	(6,390,013)	(43,885,461)	-44.00	463,753,479
Judicial - Indigent Defense	132,320,396	(12,188,386)	0	(12,188,386)	-17.50	120,132,010
Justice	101,047,019	(12,394,481)	0	(12,394,481)	-72.00	88,652,538
Juvenile Justice & Delinquency Prevention	172,651,108	(25,205,240)	(718,393)	(25,923,633)	-122.00	146,727,475
Total Justice and Public Safety	2,364,516,597	(165,873,263)	(20,933,800)	(186,807,063)	-1307.50	2,177,709,534

Summary of General Fund Appropriations

Fiscal Year 2010-2011

2009 Legislative Session

	Adjusted	Legislative Adjustments			Revised	
	Continuation Budget	Recurring	Nonrecurring	Net	FTE	
	2010-11	Adjustments	Adjustments	Changes	Changes	
					Appropriation	
					2010-11	
<u>Natural And Economic Resources:</u>						
Agriculture and Consumer Services	65,638,839	(5,079,231)	0	(5,079,231)	-32.20	60,559,608
Commerce	46,028,986	(5,113,777)	0	(5,113,777)	-11.00	40,915,209
Commerce - State Aid	15,642,232	(1,253,507)	1,000,000	(253,507)	0.00	15,388,725
Environment and Natural Resources	214,924,435	(24,525,079)	0	(24,525,079)	-149.92	190,399,356
DENR - Clean Water Mgmt. Trust Fund	100,000,000	0	(50,000,000)	(50,000,000)	0.00	50,000,000
Labor	19,092,834	(1,691,971)	0	(1,691,971)	-9.50	17,400,863
NC Biotechnology Center	15,427,561	(925,661)	0	(925,661)	0.00	14,501,900
Rural Economic Development Center	24,059,581	(227,145)	0	(227,145)	0.00	23,832,436
Total Natural and Economic Resources	500,814,468	(38,816,371)	(49,000,000)	(87,816,371)	-202.62	412,998,097
<u>General Government:</u>						
Administration	78,362,881	(10,915,997)	0	(10,915,997)	-110.50	67,446,884
Auditor	14,405,383	(1,150,260)	0	(1,150,260)	-9.00	13,255,123
Cultural Resources	79,329,609	(6,079,619)	0	(6,079,619)	-17.45	73,249,990
Cultural Resources - Roanoke Island	2,095,402	(104,770)	0	(104,770)	0.00	1,990,632
General Assembly	64,056,544	(7,472,060)	0	(7,472,060)	-21.00	56,584,484
Governor	6,622,879	(555,140)	0	(555,140)	0.00	6,067,739
Housing Finance Agency	14,608,417	0	0	0	0.00	14,608,417
Insurance	33,887,006	(144,300)	(1,500,000)	(1,644,300)	0.00	32,242,706
Insurance - Worker's Compensation Fund	4,500,000	0	(2,938,154)	(2,938,154)	0.00	1,561,846
Lieutenant Governor	966,706	(35,003)	0	(35,003)	0.00	931,703
Office of Administrative Hearings	4,279,242	(167,766)	0	(167,766)	-3.00	4,111,476
Revenue	91,440,473	(3,649,503)	0	(3,649,503)	-14.00	87,790,970
Secretary of State	11,928,530	(477,042)	0	(477,042)	-3.00	11,451,488
State Board of Elections	6,630,894	(409,686)	0	(409,686)	-5.00	6,221,208
State Budget and Management	7,147,928	(740,119)	0	(740,119)	-4.00	6,407,809
State Budget and Management -- Special	4,280,000	(118,875)	0	(118,875)	0.00	4,161,125
State Controller	24,568,908	(1,380,701)	0	(1,380,701)	-7.75	23,188,207
Treasurer - Operations	11,163,790	6,401,610	0	6,401,610	-4.00	17,565,400
Treasurer - Retirement / Benefits	10,804,671	0	0	0	0.00	10,804,671
Total General Government	471,079,263	(26,999,231)	(4,438,154)	(31,437,385)	-198.70	439,641,878

Summary of General Fund Appropriations

Fiscal Year 2010-2011

2009 Legislative Session

	Adjusted	Legislative Adjustments			Revised	
	Continuation Budget	Recurring	Nonrecurring	Net	FTE	
	2010-11	Adjustments	Adjustments	Changes	Changes	
					Appropriation	
					2010-11	
<u>Statewide Reserves and Debt Service:</u>						
Debt Service:						
Interest / Redemption	739,878,445	(32,304,949)	0	(32,304,949)	0.00	707,573,496
Federal Reimbursement	1,616,380	0	0	0	0.00	1,616,380
Subtotal Debt Service	741,494,825	(32,304,949)	0	(32,304,949)	0.00	709,189,876
Statewide Reserves:						
Salary Adjustment Fund	4,500,000	(4,500,000)	0	(4,500,000)	0.00	0
Contingency and Emergency Fund	5,000,000	0	0	0	0.00	5,000,000
State Health Plan (S.L. 2009-16)		276,179,709	0	276,179,709	0.00	276,179,709
State Retirement System Contributions		160,000,000	0	160,000,000	0.00	160,000,000
Judicial Retirement System Contributions		1,300,000	0	1,300,000	0.00	1,300,000
Information Technology Funds	14,821,416	(6,981,416)	0	(6,981,416)	0.00	7,840,000
Job Development Investment Grants (JDIG)	27,400,000	0	0		0.00	27,400,000
Statewide Administrative Support Reduction		(6,600,000)	0	(6,600,000)	-165.00	(6,600,000)
Eliminate Funds for BRIC - General Fund	45,000,000	0	(45,000,000)	(45,000,000)	0.00	0
Convert Contract Employees to State Employees		(4,000,000)	0	(4,000,000)	0.00	(4,000,000)
Subtotal Statewide Reserves	96,721,416	415,398,293	(45,000,000)	370,398,293	-165.00	467,119,709
Total Reserves and Debt Service	838,216,241	383,093,344	(45,000,000)	338,093,344	-165.00	1,176,309,585
Total General Fund for Operations	22,554,891,906	(1,671,680,605)	(1,327,670,356)	(2,999,350,961)	-2452.82	19,555,540,945
<u>Capital Improvements</u>						
Water Resources Development Projects	0		0	0		0
Total Capital Improvements	0	0	0	0		0
Total General Fund Budget	22,554,891,906	(1,671,680,605)	(1,327,670,356)	(2,999,350,961)	-2452.82	19,555,540,945

EDUCATION
Section F

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Public Education

GENERAL FUND

	FY 09-10		FY 10-11	
Adjusted Continuation Budget	\$8,245,341,827		\$8,358,798,223	
Legislative Changes				
A. Technical Adjustments				
1 Adjust Continuation Budget	(\$73,903,050)	R	(\$118,955,313)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.				
2 Mandatory Continuation Budget Increases	\$27,269,605	R	\$61,106,959	R
Restores mandatory increases for certain line items associated with growing student headcount.				
3 Education Stabilization Fund - Noninstructional Support Personnel Reduction	(\$379,668,352)	NR	(\$373,281,648)	NR
Temporarily reduces the Noninstructional Support Personnel allotment on a nonrecurring basis for both years of the biennium. This reduction will be offset by the appropriation of the federal Education Stabilization Fund (ESF). The ESF will be distributed via the State's primary funding formulae, as defined by Section 7.34 of this bill.				
4 Children with Disabilities Head-Count Adjustment	(\$15,987,833)	R	(\$15,987,833)	R
This is a technical adjustment to the Children With Disabilities allotment. The continuation budget includes anticipated growth based on the projected head-count of children with disabilities. This adjustment revises budgeted funding for both preschool and school-age children with special needs to reflect actual April 1, 2009 headcount. It does not reduce funding per student.				
5 Learn and Earn Online Technical Adjustment	\$3,523,248	R	\$3,523,248	R
Restores most of the \$5,000,000 continuation budget increase for this item that was removed in the Adjust Continuation Budget line item.				
6 Civil Penalties Receipts	(\$6,324,790)	R	(\$6,324,790)	R
Makes recurring adjustment to budgeted civil penalty revenues to account for actual FY 2007-08 receipts. Collected civil penalties revenues are required to be deposited in the State Public School Fund (SPSF) for allotment to LEAs on a per-ADM basis. Total realized FY 2007-08 receipts were \$120.3 million.				
7 Financing School Bus Replacement	(\$6,347,581)	R	(\$10,334,288)	R
Adjusts the schedule for school bus financing from three to four years on a recurring basis.				

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8 Textbook Freight

Eliminates funding for textbook freight. These costs will be covered through receipts from books purchased by the LEAs.

(\$217,837) R

(\$217,837) R

B. State Public School Fund

9 Information Highway

Eliminates funding for a program that previously paid for LEAs to access distance learning. Funds are no longer needed as the School Connectivity Initiative (SCI) has replaced this program and provides increased service to the LEAs.

(\$1,200,000) R

(\$1,200,000) R

10 School Technology Fund

Reduces by 90% on a nonrecurring basis the General Fund support for the School Technology Fund, which provides support to LEAs on a per-ADM basis for the development and implementation of LEA technology plans. Also, \$18 million for this Fund is annually provided from the Civil Penalty and Forfeiture Fund. In addition, Section 5.1 of the budget transfers approximately \$18 million from a UNC escrow account to this Fund on a one-time basis and Section 7.37 of the budget transfers a cash balance of \$613,872 from the State Literary Fund to this fund on a one-time basis.

(\$9,613,872) NR

(\$9,000,000) NR

11 Textbooks

Adjusts allotment in FY 2009-10 to reflect the reduced expenditures projected from a delay in the adoption of grades 6-12 mathematics textbooks. The additional reduction in FY 2010-11 reflects a complete moratorium on new textbook adoptions.

(\$47,977,278) NR

(\$115,410,044) NR

12 Textbook Balance Restoration

Restores LEA textbook account balances that were temporarily redirected in FY 2008-09 to address budgetary shortfall issues.

\$50,000,000 NR

13 NC Wise Owl

Reduces funding by 38% for this online reference resource for teachers and students. This portion of the reference service is being provided at no cost by SAS Institute.

(\$500,000) R

(\$500,000) R

14 Central Office Administration

Reduces the dollar allotment to LEAs for the salaries and benefits of central office staff. This staff includes, but is not limited to, superintendents, associate and assistant superintendents, finance officers, athletic trainers, and transportation directors. LEAs with fewer than 8,000 ADM are to receive a 7.5% reduction from the continuation budget amount. LEAs with more than 8,000 ADM and less than 30,000 ADM are to receive a 14% reduction from the continuation budget amount. LEAs with more than 30,000 ADM are to receive an 18% reduction from the continuation budget amount.

(\$14,613,199) R

(\$14,613,199) R

15 More at Four

(\$5,000,000) R (\$5,000,000) R

Reduces General Fund support for More at Four by 5.8%. The Office of School Readiness shall use the average FY 2008-09 average reimbursement rate of \$5,000 per slot in allocating funding. The FY 2009-10 continuation budget includes \$86 million in General Fund and \$84.6 million in Lottery support for this program. A related provision includes More at Four amongst a list of programs to be examined for consolidation in one entity solely responsible for early childhood programs, beginning in FY 2010-11.

16 LEA Adjustment

(\$225,000,000) R (\$304,774,366) R

The State Board of Education shall distribute this adjustment on the basis of ADM. A related provision, Section 7.8, will provide additional flexibility to the LEAs to manage this reduction.

17 Testing

(\$3,020,122) R

Eliminates funding for most State-administered tests not currently required by Federal law or as a condition of Federal grants. These tests include: Chemistry EOC, Physics EOC, Reading Competency, Mathematics Competency, Grade 3 Math and Reading Pretests, and Computer Skills. The State Board of Education may use the FY 2009-10 savings from eliminating these tests to support the development and implementation of a new Standard Course of Study for all content areas and grade levels. This activity will also support the State Board of Education's efforts to research, design, and implement a new comprehensive State testing system that will include formative, benchmark/interim, and summative tests. The ultimate goal of this initiative is to develop a new K-8 and K-12 accountability model.

18 Focused Education Reform

(\$483,373) R (\$4,833,728) R

Provides a 10% reduction to funds appropriated to DPI in support of the pilot program known as The Collaborative Project. DPI funding for this program is currently \$4,833,728. The FY 2010-11 funding for the Project is provided on a nonrecurring basis to reflect the final year of funding needed for this 3-year pilot program. The Public School Forum receives an additional \$2,342,705 to support and administer the pilot.

\$4,350,355 NR

19 Staff Development

Reduces funding by 100%, on a nonrecurring basis, for the staff development allotment.

(\$12,557,920) NR (\$12,619,829) NR

20 Improving Student Accountability

(\$38,339,798) R (\$38,339,798) R

Eliminates funding for this allotment that supports activities designed to improve the performance of those students scoring at Level I or II on certain State tests. The Disadvantaged Student Supplemental Funding and At-Risk Student Services allotments support similar types of activities.

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<p>21 Critical Foreign Language Pilot Eliminates recurring funding for this two-year old pilot program. The nonrecurring funding provided in FY 2009-10 will enable DPI to complete the ongoing development of online Russian and Japanese language courses.</p>	<p>(\$500,000) R \$100,000 NR</p>	<p>(\$500,000) R</p>
<p>22 Literacy Coaches Eliminates funding for all 200 Literacy Coaches.</p>	<p>(\$12,034,400) R</p>	<p>(\$12,034,400) R</p>
<p>23 Noninstructional Support Personnel Reduces funding for this allotment by 2.5%. It supports clerical assistants, custodians, and substitute teachers, amongst other items.</p>	<p>(\$10,000,000) R</p>	<p>(\$10,000,000) R</p>
<p>24 Math and Science Supplement Pilot Eliminates funding for a pilot program that provides \$15,000 bonuses to certain mathematics and science teachers in Bertie, Columbus, and Rockingham counties.</p>	<p>(\$515,115) R</p>	<p>(\$515,115) R</p>
<p>25 Mentoring Reduces funding for teacher mentoring by 17.9% from the continuation budget amount of \$11,164,616.</p>	<p>(\$2,000,000) R</p>	<p>(\$2,000,000) R</p>
<p>26 Limited English Proficiency Reduces funding for the program by 2.5% in FY 2009-10 and 2.3% in FY 2010-11.</p>	<p>(\$2,000,000) R</p>	<p>(\$2,000,000) R</p>
<p>27 Small County Supplemental Funding Reduces program funding by 4.4% from the continuation budget amount of \$45,189,185.</p>	<p>(\$2,000,000) R</p>	<p>(\$2,000,000) R</p>
<p>28 Transportation Reduces funding for the allotment, which supports the salaries of transportation personnel as well as the maintenance of yellow buses, by approximately 3.9%.</p>	<p>(\$15,000,000) R</p>	<p>(\$15,000,000) R</p>
<p>29 Small Specialty High Schools Eliminates funding for one counselor and one clerical position at each of the 32 high schools. Funding is retained for an additional clerical position as well as a principal position.</p>	<p>(\$3,222,496) R</p>	<p>(\$3,222,496) R</p>
<p>30 Child and Family Support Teams Reduces funding for this program by 10%.</p>	<p>(\$1,252,183) R</p>	<p>(\$1,252,183) R</p>
<p>31 Learn and Earn Early College High Schools Provides funding for 12 additional Learn and Earn high schools that will be operational in FY 2009-10, bringing the total number of Learn and Earn "traditional" high schools to 68. the nonrecurring appropriation provides \$10,000 per site to support start-up costs associated with the first year of implementation.</p>	<p>\$3,601,265 R \$120,000 NR</p>	<p>\$3,601,265 R</p>

32 North Carolina Virtual Public Schools (NCVPS)

\$2,000,000 R \$2,000,000 R

Provides additional funds to expand the NCVPS. These funds would provide additional resources to support the cost of teachers and instructional materials for students enrolled in NCVPS courses. These funds would be in addition to \$2.7 million in other recurring NCVPS funding.

C. Department of Public Instruction

33 DPI Position Reduction

(\$4,625,856) R (\$5,420,925) R

Requires the State Board of Education (SBE) to identify and eliminate the following number and types of positions over the biennium and reduces State funding accordingly:

-64.00 -75.00

FY2009-10: 64 State-supported DPI positions
 FY2010-11: 100 DPI positions (a combination of at least 75 State-funded and 25 positions funded by other sources)

DPI may eliminate some or all of its 29 State-funded vacant positions, or shift certain positions to federal funding, where possible, to meet these reduction targets.

34 DPI Operating Funds

(\$2,087,638) R (\$2,846,779) R

Reduces funding for DPI operations, excluding salaries and benefits, by 11% in FY 2009-10 and by 15% in FY 2010-11.

35 Plan for Statewide Motor Coach Permit

\$5,000 NR

Directs the State Board of Education, in conjunction with the Division of Motor Vehicles, to develop a plan by January 1, 2010 for a statewide permit for motor coach companies seeking to contract with local school systems to transport students and other authorized personnel on school-sponsored trips.

36 Legacy Funds

Adjusts fund balance remaining from nonrecurring appropriations made for agency IT infrastructure. This reduction would eliminate the fund balance of \$3,000,000.

37 Personal Financial Literacy

(\$500,000) R (\$500,000) R

Eliminates the recurring appropriation for this activity. Personal Financial Literacy has already been integrated into the curriculum and is available to students through the Civics and Economics curriculum. DPI personnel shall continue to provide curricular materials, professional development, and technical assistance to teachers on this subject.

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38 Governor's Schools

(\$75,000) R

(\$475,000) R

Reduces program support by \$75,000 in both years of the FY 2009-11 biennium. The Budget will also institute a tuition charge of \$500 per student beginning in FY 2010-11 (2010 summer session) along with an offsetting General Fund reduction of \$400,000. Funding supports the Governor's Schools, which are held each summer for six weeks at two college campuses. Student selection is competitive. The current appropriation supports a total of 800 student participants.

39 Teacher Working Conditions Survey

Eliminates funding for the Survey and related activities in FY 2010-11. Funding is provided for FY 2009-10.

(\$215,000) NR

40 Interstate Commission for Educational Opportunity for Military Children

\$48,306 R

\$48,306 R

Provides funds to cover the assessment of dues for North Carolina's membership in the Interstate Commission for Educational Opportunity for Military Children.

41 District and School Transformation Initiative

\$2,500,000 R

\$2,500,000 R

Expands the State Board of Education's District and School Transformation initiative. The District and School Transformation initiative is part of the State's redesigned framework for delivering technical assistance and other support to low performing districts and schools.

D. Pass-Through Funds

42 Tarheel Challenge Academy

\$1,228,350 R

\$1,228,350 R

Provides funding to the North Carolina's Tarheel Challenge Academy, a quasi-military program for high school dropouts, or expellees. It is located in Sampson County and sponsored by the North Carolina National Guard. This program receives matching funds from the federal government equal to \$60 for every \$40 of State funds. Previously, the Tarheel Challenge had been funded within the Department of Crime Control and Public Safety budget. The appropriation for this program was eliminated for FY 2008-09 pending the findings of a Continuation Review.

43 Appropriations to Non-Public School Organizations

	(\$4,594,519)	R	(\$6,702,953)	R
			\$2,108,434	NR

Reduces recurring funding to the following organizations:

- Communities in Schools (\$160,750),
- Schools Attuned (\$820,911),
- ExplorNet (\$300,000),
- Teacher Cadet (\$60,000),
- NC Network (\$312,625),
- Science Olympiad (\$22,500),
- Teach for America (\$50,000),
- NC Math & Science (\$100,000), and
- Project Enlightenment (\$200,000).

Funding for the Public School Forum's administration will be reduced by 10% (\$234,271) in FY 2009-10 and FY 2010-11. Additionally, the Forum's State support will be transitioned to nonrecurring funding in FY 2010-11.

Additionally, the \$1,500,000 in recurring funding for Literacy Coach training provided by the Teacher Academy shall be eliminated. The remaining \$5,556,413 provided for the Academy's activities shall be reduced by 15% (\$833,462).

E. Other Reserves and Transfers

44 Teaching Fellows Trust Fund

Reduces the cash balance of the Teaching Fellows Trust Fund on a nonrecurring basis by \$5,500,000. The current cash balance of the Fund is \$6.76 million. This reduction will not negatively impact program participants or operations.

45 Children's Trust Fund

	(\$247,500)	R	(\$247,500)	R
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Eliminates the State appropriation for this program. Other annual receipts of approximately \$365,000 generated from marriage license fees will continue to support this program that awards grants to entities that support child neglect and abuse prevention initiatives. Section 10.43 of this bill will move administration of this program to the Department of Health and Human Services.

46 Business and Education Technology Alliance

Eliminates the Fund's cash balance of \$26,387 for the Business and Education Technology Alliance. A related provision, section 7.15, repeals this entity.

47 North Carolina Center for the Advancement of Teaching

	\$5,913,229	R	\$5,913,229	R
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Transfers NCCAT to the State Board of Education.

48 State Literary Fund

Redirects the Fund's cash balance of \$613,872 for use in the School Technology Fund. This Fund has been used to provide loans to LEAs from the proceeds of certain State property sales. Only one loan has been made in the last 5 years and is currently in repayment status.

49 Computer Revolving Loan Fund

Eliminates the Computer Revolving Loan Fund and its cash balance of \$120,912. A related provision, section 7.36, repeals this Fund, which was created from the Literary Loan Fund to provide loans to LEAs needing to buy equipment to implement the Uniform Education Reporting System. The last loan from the Fund was made prior to FY 2004 and the last repayment of a loan was made in FY 2004.

50 Dropout Prevention Grants

Provides recurring funding for additional dropout prevention grants. This program provides funding on a competitive basis to local school administrative units, schools, local agencies, or nonprofit organizations to support programs that address dropout prevention. The additional funding for this program can be used to provide continued funding to past grant recipients or to fund new recipients. The maximum grant size is \$175,000.

\$13,000,000 R \$13,000,000 R

Total Legislative Changes

(\$389,488,165) R (\$495,897,268) R

(\$399,592,422) NR (\$504,067,732) NR

Total Position Changes

-64.00 -75.00

Revised Budget

\$7,456,261,240 \$7,358,833,223

Community Colleges

GENERAL FUND

	FY 09-10	FY 10-11
Adjusted Continuation Budget	\$1,072,571,152	\$1,114,034,594

Legislative Changes

A. Adjustments to Continuation Budget

51 Adjust Continuation Budget	(\$67,749,918)	R	(\$109,213,360)	R
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Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.

52 Fully Fund Enrollment Growth	\$58,068,720	R	\$99,195,570	R
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Provides funds to fully fund enrollment growth. According to the 2008-09 spring semester census, enrollment has increased by 15,259 full-time equivalents (or FTEs) above the 2008-09 budgeted enrollment of 201,625. This is a 7.6% increase and brings 2009-10 budgeted enrollment to 216,884. Curriculum enrollment has increased by 13,110 FTE (or 8.34%), continuing education enrollment by 1,683 FTE (or 6.70%), and basic skills enrollment by 466 FTE (or 2.41%).

Estimated enrollment growth during the 2009-10 year is also fully funded with an additional appropriation of \$41,126,850 in FY 2010-11. This is based on an estimated enrollment growth of 5.4% (or 11,470 FTE).

B. Reductions - Community College System Office

53 Eliminate Vacant Positions and Salary Reserves	(\$523,128)	R	(\$523,128)	R
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Eliminates 7 vacant positions in the Community College System Office, as well as \$46,192 of unused salary reserves.

-7.00	-7.00
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54 Eliminate Filled Positions	(\$835,708)	R	(\$835,708)	R
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Eliminates 12 filled positions in the Community College System Office. The duties of these positions shall be eliminated or absorbed by other System Office employees. The positions are:

- Special Events Coordinator
- BioNetwork Grants Associate
- Resource Development Coordinator
- Director of Foundation Support & Alumni Affairs
- Executive Assistant
- Bionetwork Grants Coordinator
- Library Technician
- Documentation Specialist (2 positions)
- IT Manager
- Accounting Technician
- Administrative Assistant

<p>55 Move Positions to Receipt Support Reduces appropriations by shifting one Grants Administrator position to indirect cost receipts and one Education Consultant partially to proprietary school receipts. These positions oversee the activities that generate these receipts.</p>	(\$85,454) R	(\$85,454) R
<p>56 Reduce System Office Operating Budget Reduces the System Office operating budget in the following areas: - IT Contracts (\$200,000), - Number of IT Training Days (\$88,000), - ITS Project Management Services (\$76,000), - Travel and Operating Funds for the Technology and Workforce Development Division (\$71,245), - Funding for Professional Development Course (\$7,500), - Travel and Operating Funds for the Academic and Student Services Division (\$19,680), and - Other reductions to be identified by the System Office (\$489,823).</p>	(\$952,248) R	(\$952,248) R
<p>57 Reduce 2+2 E-Learning Initiative Reduces the budget of the 2+2 E-Learning Initiative by \$250,000. This reduction leaves the 2+2 E-Learning Initiative with \$750,000 in recurring funds to support innovative distance learning programs.</p>	(\$250,000) R	(\$250,000) R
<p>58 Thai Entrepreneurship Fund Removes the remaining \$221 from the Thai Entrepreneurship Fund in Special Fund 26800 and reduces General Fund appropriations accordingly.</p>	(\$221) NR	
<p>C. Reductions - Colleges</p>		
<p>59 Management Flexibility Reduction - State Aid Reduces funds in the State Aid budget. The State Board of Community Colleges shall distribute the flexibility reduction, accounting for the unique needs of each college. Each college reduced shall have the flexibility to adjust its budget to implement this reduction, but shall not impact those activities directly involved in retraining displaced workers.</p>	(\$14,000,000) R	(\$14,000,000) R
<p>60 Maintenance of Plant Supplement Eliminates supplemental funding currently allocated to colleges with an out-of-county student population over 50% of the total student population.</p>	(\$787,877) R	(\$787,877) R
<p>61 Botanical Laboratory at Fayetteville Technical Community College Reduces funding for the botanical laboratory at Fayetteville Technical Community College by 12%.</p>	(\$36,000) R	(\$36,000) R

62 Community Service Block Grant	(\$1,066,603)	R	(\$1,066,603)	R
Eliminates funding for the community service block grant, requiring all community service programs to be offered on a self-supporting basis.				
63 Baccalaureate Education Attainment Funds	(\$112,751)	R	(\$112,751)	R
Eliminates baccalaureate education attainment funds available to community college faculty and staff to pursue and attain bachelor's degrees.				
64 Faculty and Staff Development Funds	(\$507,068)	R	(\$507,068)	R
Eliminates funds allocated by the State for professional development of community college faculty and staff.				
65 Compensatory Education Administration	(\$1,229,760)	R	(\$1,229,760)	R
Eliminates additional funds allotted to colleges for the administration of compensatory education programs. These programs provide assistance to developmentally-disabled, adult students by teaching them life-skills. Community colleges will continue to receive FTE funding for enrollment of these students.				
66 Supplemental Multi-Campus Center Funds	(\$1,185,112)	R	(\$1,185,112)	R
Reduces supplemental multi-campus center funds by 8%. Community colleges will continue to receive FTE funding for enrollment at multi-campus sites.				
67 Off-Campus Center Funds	(\$1,000,000)	R	(\$1,000,000)	R
Eliminates supplemental funding for off-campus centers. Community colleges will continue to receive FTE funding for the enrollment at off-campus centers.				
68 Eliminate One Virtual Learning Community Development Center	(\$200,000)	R	(\$200,000)	R
Eliminates one of the five State-supported Virtual Learning Community development centers. The State Board of Community Colleges will determine which center to eliminate.				
69 Reduce Funding for Library Books and Materials	(\$848,391)	R	(\$848,391)	R
Reduces funding for library books and materials by 20%.				
70 Reduce BioNetwork Grants and Marketing Funds	(\$1,440,675)	R	(\$1,440,675)	R
Reduces funds for grants and marketing of the NCCCS BioNetwork. Of the total reduction, \$1,056,808 will be reduced from grants to colleges and \$383,866 will be reduced from marketing funds.				
71 Eliminate Supplemental Hearing Impaired Funding	(\$190,000)	R	(\$190,000)	R
Eliminates funds allotted to Wilson, Central Piedmont, and Western Piedmont Community Colleges to support the additional costs of serving hearing impaired students. These colleges will continue to receive FTE funding for the enrollment of these students.				

<p>72 Eliminate Funds for Disadvantaged Nursing Students Eliminates funds for disadvantaged nursing students. These funds currently support tutoring, NCLEX review, and instructional software.</p>	<p>(\$80,000) R</p>	<p>(\$80,000) R</p>
<p>73 Regional Criminal Justice Coordinators Eliminates funds used for three regional coordinators to provide comprehensive education and training to law enforcement personnel.</p>	<p>(\$430,119) R</p>	<p>(\$430,119) R</p>
<p>74 Reduce Fire Training Coordinators Eliminates funding for 5 of the 8 Regional Fire Training Coordinators, leaving \$283,275 for three remaining training coordinators. These three coordinators are to be based regionally, and supervised by the Community College System Office.</p>	<p>(\$489,018) R</p>	<p>(\$489,018) R</p>
<p>75 Public Radio Station Pass-Through Funds Eliminates pass-through funds for three public radio stations located on community college campuses:</p> <ul style="list-style-type: none"> - Gaston (\$191,333), - Craven (\$66,333), and - Isothermal (\$201,255). 	<p>(\$458,921) R</p>	<p>(\$458,921) R</p>
<p>76 Reduce Child Care Grants to FY 2007-08 Actual Expenditures Reduces funding for child care grants to student parents who rely on child care to pursue their studies to actual FY 2007-08 expenditures (\$1,838,215).</p>	<p>(\$84,801) R</p>	<p>(\$84,801) R</p>
<p>77 Reduce Hickory Metro Higher Education Center Reduces categorical allotment to Catawba Valley Community College for the Hickory Metro Higher Education Center (HMHEC). HMHEC offers baccalaureate and advanced degrees through partnerships with four-year public and private colleges and universities. Administration of the HMHEC shall remain with Catawba Valley Community College.</p>	<p>(\$255,834) R</p>	<p>(\$255,834) R</p>
<p>78 Small Business Center Funding Eliminates a categorical allotment to Asheville-Buncombe Technical Community College for hospitality and tourism (\$54,861) and reduces each college's base allocation by \$6,000 (\$348,000). After these reductions, total funding for this program will be \$5,353,992.</p>	<p>(\$402,861) R</p>	<p>(\$402,861) R</p>
<p>79 Reduce Specialized Centers Reduces the appropriation to the specialized centers at Gaston College, Catawba Valley CC, and Haywood CC by 13% each.</p>	<p>(\$298,133) R</p>	<p>(\$298,133) R</p>
<p>80 Reduce Special Allotment Funding for Truck Driving Programs Eliminates special allotment funding for truck driving programs at Johnston and Caldwell Community Colleges. These colleges will continue to receive regular FTE funding for these programs.</p>	<p>(\$320,308) R</p>	<p>(\$320,308) R</p>

81 Eliminate Clerical Position from Funding Formula (\$2,287,752) R (\$2,287,752) R
 Eliminates one of the eight clerical positions from the institutional support base allotment funding formula for community colleges.

82 Prisoner Education Program Continuation Review (\$32,899,715) R (\$32,899,715) R
 Eliminates recurring funding for the prisoner education program and provides nonrecurring funds for FY 2009-10. Restoration of recurring funding in FY 2010-11 is subject to the findings of a legislative continuation review. \$32,899,715 NR \$0 NR

83 Eliminate General Education Courses for Dual Enrollment/Huskins Students (\$14,612,950) R (\$14,612,950) R
 Eliminates funding for the general education (excluding math, science, and technology), physical education, and college success skills courses offered to high school students through the dual enrollment and Huskins programs. These courses will no longer generate State funding through budget FTE. If a community college wants to offer these courses to dual enrollment and Huskins students, then the colleges may charge an amount sufficient to cover the costs of the courses. This reduction does not impact courses provided to students of Early and Middle College High Schools.

In order to ensure all colleges receive full enrollment growth funding for FY 2009-10, this reduction will be treated as a management flexibility reduction in FY 2009-10. In subsequent years, this reduction will be realized in the form of reduced enrollment growth at colleges.

D. Tuition and Fees

84 Restructure Continuing Education Fee Rates (\$7,397,255) R (\$7,397,255) R
 Restructures continuing education fee rates. The new fee structure will consolidate the current structure from four tiers into three, based on the number of hours of class time, as follows:

- Classes 1-24 hours - \$65,
- Classes 25-50 hours - \$120, and
- Classes 51+ hours - \$175.

Continuing education fees have not been increased since the current sliding scale was adopted in 1999. Continuing education courses are non-credit courses and are taken by students not seeking a degree.

85 Tuition Increase (\$30,522,884) R (\$30,522,884) R
 Increases curriculum tuition by \$8 per credit hour, from \$42 to \$50 for residents and from \$233.30 to \$241.30 for nonresidents. Tuition for full-time resident students will increase by a maximum of \$256 per year, from \$1,344 to \$1,600.

E. Additional Adjustments

86 Expansion of High-Demand/High Cost Health Care Programs	\$4,835,000	R	\$6,242,300	R
Increases the weighted funding in nursing, dental, and radiology technology programs to reduce waiting lists and expand program offerings in high-demand health care program areas.				
87 Vocational and Technical Education Programs	\$4,500,000	R	\$4,500,000	R
Provides funds to re-establish and place renewed emphasis on vocational and technical education programs. Funds may be used for faculty, equipment, or supplies in the following curriculum areas: Transportation, Engineering, Industrial, Military, Construction, and Green Technology Sectors. Funds shall be distributed to colleges based on the number of FTE students enrolled in these areas.				
88 Equipment and Technology	\$9,000,000	R	\$12,000,000	R
Provides funds for the purchase of instructional equipment and technology at all 58 colleges. These funds are in addition to the \$31.3 million included in the base budget for this purpose. Funds shall be distributed in accordance with the existing equipment formula.				
89 Restore Funding for the NC Military Business Center	\$1,250,000	R	\$1,250,000	R
Restores funding to the NC Military Business Center at Fayetteville Technical Community College. The Center received non-recurring funds in FY 2008-09 while undergoing a continuation review. The Center works with communities and companies to develop and obtain federal business opportunities, including with the US military at NC military installations.				
90 NC REAL	\$250,000	R	\$250,000	R
Funds a training program in entrepreneurial skills provided by NC REAL (NC Rural Entrepreneurship through Active Learning).				
<hr/>				
Total Legislative Changes	(\$105,637,524)	R	(\$101,566,816)	R
	\$32,899,494	NR	\$0	NR
Total Position Changes	-19.00		-19.00	
Revised Budget	\$999,833,122		\$1,012,467,778	
<hr/>				

UNC System

GENERAL FUND

	FY 09-10		FY 10-11	
Adjusted Continuation Budget	\$3,026,185,255		\$3,100,871,575	

Legislative Changes

A. Base Budget Adjustments

91 Adjust Continuation Budget	(\$171,869,601)	R	(\$246,791,153)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.				
92 Utility Budget Adjustment	\$101,493	R	\$101,493	R
Restores a reduction to the utility budget of UNC General Administration that was made in error during the preparation of the FY 2009-11 budget.				
93 Enrollment Growth	\$44,197,776	R	\$97,630,002	R
Funds projected enrollment growth in the UNC system for FY 2009-10 and FY 2010-11 as requested by the UNC Board of Governors.				
94 University Cancer Research Fund	\$3,400,000	R	(\$80,000)	R
Adjusts the continuation budget for the University Cancer Research Fund to account for an increase in the tax on tobacco products other than cigarettes. This adjustment completes a legislative commitment of \$50 million a year invested in this fund.				
95 Education Stabilization Fund	(\$137,815,944)	NR	(\$144,202,648)	NR
Provides a two-year nonrecurring reduction to items that are allowable expenditures under Sec. 14004 of the ARRA to be offset dollar for dollar by an appropriation from the federal Education Stabilization Fund.				
96 Management Flexibility Reduction	(\$72,866,184)	R	(\$100,000,000)	R
Mandates a management flexibility reduction for the UNC operating budget. This reduction shall not be allocated on an across-the-board basis to constituent institutions by the UNC Board of Governors. The following categories must be considered for reductions: senior and middle management positions, centers and institutes, low enrollment degree programs, faculty workload, speaker series, and institutional trust fund balances.				
97 Tuition Increase			(\$34,776,301)	R
Increases annual tuition by the lesser of \$200 or 8% at all UNC institutions in FY 2010-11. This tuition increase is applied to both resident and nonresident students at the undergraduate and graduate levels.				

98 Reserve for Distance Education

(\$225,872) R (\$225,872) R

Reduces the Reserve for Distance Education Capacity Enhancement by 19.5%. Created in 1996, this reserve is currently being used for UNC Online efforts.

99 Reserve for Information Technology

(\$150,000) R (\$150,000) R

Reduces the Reserve for Information Technology Productivity and Efficiency by 16%. This reserve has been used to help 14 UNC campuses implement the Banner computer program for Finance, Human Resources, and Financial Aid.

100 Strategic Initiative Reserve Reduction

(\$1,000,000) NR (\$1,000,000) NR

Reduces the UNC President's \$3.3 million Strategic Initiative Reserve for two years. The Reserve is used to encourage multi-campus initiatives, take advantage of promising opportunities, and address system-wide issues and concerns.

101 Legislators' Schools For Leadership Development Abolished

(\$500,000) R (\$500,000) R

Abolishes the Legislators' Schools for Leadership Development at ECU and WCU. These programs provide summer residential programs to enhance the leadership abilities of rising eighth through eleventh graders.

-4.00

-4.00

102 Bowles Center for Alcohol Studies - DWI Fee Change

(\$537,455) R (\$537,455) R

Reduces the General Fund appropriation for the Bowles Center for Alcohol Studies by directing that the \$25 DWI driver's license restoration fee be used for the Center's operating support instead of the Center's endowment fund.

103 Focused Growth Reserve Eliminated

(\$1,343,002) R (\$1,343,002) R

Eliminates a UNC General Administration reserve for new degree programs on Focused Growth campuses. Enrollment growth funding can be used to initiate new academic programs. This reduction does not reduce the \$29.2 million in Focused Growth funds allocated to the 7 designated campuses.

104 Tuition Grant for NC Science and Math Graduates

Phases out the tuition grant at UNC institutions for graduates of the North Carolina School of Science and Math beginning in FY 2011-12. All UNC students currently receiving the tuition grant and Science and Math students graduating in 2009 and 2010 will receive free tuition until college graduation.

105 Nurse Educators of Tomorrow - Fund Balance Reduced

Reverts \$1 million from the fund balance in the Nurse Educators of Tomorrow scholarship-loan program. A slow start-up in this program to increase the number of nursing faculty allowed a fund balance to accrue in this nonreverting account. The increased General Fund availability will be used to fund expansion budget items.

106 Future Teachers Scholarship-Loan Program	(\$1,267,500) R	(\$1,495,000) R
Abolishes the Future Teachers of North Carolina Scholarship-Loan program after the graduation of the currently enrolled juniors and seniors.		
107 Tuition Surcharge		(\$1,000,000) R
Increases the tuition surcharge from 25% to 50% in FY 2010-11 for students exceeding 140 credit hours for a baccalaureate degree in a four-year program or 110% of credit hours needed for a five-year baccalaureate degree.		
108 Faculty/Staff Tuition Waiver	(\$700,000) R	(\$700,000) R
Reduces from three to two the number of free courses taken each year by faculty and staff in the UNC system.		
109 Senior Citizen Tuition Waivers	(\$300,000) R	(\$300,000) R
Eliminates tuition waivers granted to citizens over age 65.		
110 Special Talent Tuition Waiver	(\$300,000) R	(\$300,000) R
Eliminates the special talent waiver for athletics, but keeps the tuition waiver for special talent in academics and performing arts.		
111 EARN Scholarship		(\$16,225,000) R
Reduces the Education Access Rewards North Carolina Scholars Fund (EARN) grant from \$4,000 to \$2,000 in FY 2009-10 and eliminates the grant in FY 2010-11.		
112 Legislative Tuition Grant	(\$3,180,000) R	(\$3,180,000) R
Reduces the Legislative Tuition Grant from \$1,950 to \$1,850 per North Carolina resident student attending the state's private colleges.		
113 Religious College Grant	(\$17,400) R	(\$17,400) R
Reduces the religious college grant from \$1,950 to \$1,850 per North Carolina resident student attending Mid Atlantic Christian University and the College at Southeastern.		
114 Aid to Private Medical School Students	(\$447,000) R	(\$447,000) R
Provides \$5,000 annual grants to North Carolina resident students attending Wake Forest University and Duke University medical schools. Eliminates the previous program that primarily aided the operations of the two private medical schools.		
115 Aid to UNC Hospitals	(\$2,000,000) R	(\$2,000,000) R
Reduces the \$46 million annual appropriation to UNC Hospitals by \$2 million.		
116 NC LIVE	(\$145,440) R	(\$145,440) R
Reduces the appropriation to NC LIVE (North Carolina Libraries for Virtual Education) by 10%.		

117 NC Center for the Advancement of Teaching (NCCAT)	(\$6,956,740)	R	(\$6,956,740)	R
Reduces funding by \$1,043,511 (15%) for the North Carolina Center for the Advancement of Teaching (NCCAT) and transfers the program and the balance of its funding (\$5,913,229) from the UNC system to the State Board of Education by special provision.				
118 NC Judicial College	(\$150,000)	R	(\$150,000)	R
Reduces the \$1 million state appropriation to the North Carolina Judicial College at UNC-CH's School of Government by 15%.				
119 NC Center for International Understanding	(\$108,789)	R	(\$108,789)	R
Reduces the operating budget for the North Carolina Center for International Understanding.				
120 A+ Schools	(\$50,000)	R	(\$50,000)	R
Reduces the annual state appropriation for the A+ Schools Program at UNC-Greensboro. This program was recently merged into the UNC-G SERVE Center.				
121 CFNC Teacher Recruitment Module	(\$25,000)	R	(\$25,000)	R
Eliminates an annual appropriation that was granted in 2005 to create a teacher recruitment and marketing module on the CFNC website.				
122 NC Model Teacher Education Consortium	(\$450,000)	R	(\$450,000)	R
Reduces the operating budget for the NC Model Teacher Education Consortium.				
123 Gateway Technology Center	(\$17,700)	R	(\$17,700)	R
Reduces the annual grant to Gateway Technology Center, Inc. in Rocky Mount by 10%.				
124 UNC-NCCCS E-Learning Initiative	(\$250,000)	R	(\$250,000)	R
Reduces the UNC system appropriation for the UNC-NC Community College System E-Learning Initiative by 25%.				
125 NCSU Horticultural Program in Eastern NC	(\$24,000)	R	(\$24,000)	R
Reduces by 12% the internship program for graduate students in the Horticultural program at NCSU's College of Agriculture and Life Sciences to perform field work in the State's coastal region.				
126 Retention Pilot Programs	(\$119,300)	R	(\$119,300)	R
Reduces by 10% the funding distributed by the UNC Board of Governors to Focused Growth institutions for Academic Summer Bridge and Retention Pilot Programs.				
127 Summer Term Teacher Education Programs	(\$350,000)	R	(\$350,000)	R
Reduces the summer term teacher education pilot programs at UNC-W and FSU.				

128 Teacher Recruitment and Retention

(\$350,000) R (\$350,000) R

Reduces the appropriation made in 2007 to NCSU and UNC-CH for teacher recruitment and retention efforts.

129 UNC Centers and Institutes

(\$12,000,000) R (\$14,000,000) R

Reduces state funding to the UNC system for centers and institutes. These universities must reduce the budgets for the centers and institutes on their campuses by the following amounts :

- ASU (\$276,010)
- ECU Academic Affairs (\$1,080,833)
- ECU Health Affairs (\$62,612)
- ECSU (\$21,818)
- NCCU (\$73,904)
- NCSU (\$1,776,189)
- NCSU Ag Research Serv. (\$312,189)
- UNC-CH Academic Affairs (\$4,552,785)
- UNC-CH Health Affairs (\$1,236,134)
- UNC-C (\$390,428)
- UNC-G (\$227,738)
- UNC-P (\$8,645)
- UNC-SA (\$100,000)
- WCU (\$79,154)
- WSSU (\$55,409)

In addition, the UNC Board of Governors will further reduce center and institute budgets by \$1,746,152 in FY 09-10 and \$3,746,152 in FY 10-11.

130 North Carolina Botanical Garden

(\$145,462) R (\$145,462) R

Reduces the state appropriation to the North Carolina Botanical Garden at UNC-CH by 12%.

B. Additional Adjustments

131 UNC Need-Based Aid

\$11,000,000 R \$11,000,000 R
\$12,000,000 NR

Increases the UNC Need-Based Student Financial Aid Program to accommodate growth in eligible students and to help offset increases in cost of attendance. There is \$116.4 million appropriated from the Escheats Fund for the program.

132 Veterinary Medicine Clinical Teaching and Research Fund

\$250,000 NR

Provides continued funding to the NC State University College of Veterinary Medicine for the Veterinary Medicine Clinical Teaching and Research Fund. This fund allows advanced diagnostic and treatment options for animals where a) owner financing of such options are limited, b) significant instructional value exists, or c) the diagnostic and treatment options have the potential of adding significantly to the core knowledge in the relevant clinical area.

133 ECU Dental School Operations

	\$3,000,000	R		\$3,000,000	R
	20.00			20.00	

Provides funds to the School of Dentistry at East Carolina University to hire new faculty, to develop the curriculum in preparation of program accreditation, and to establish the location of dental service learning centers throughout the state where faculty and students will see patients.

134 ECU Indigent Care

	\$2,000,000	R		\$2,000,000	R
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Reimburses a portion of the annual uncompensated patient care provided by the clinics of the East Carolina University Brody School of Medicine.

135 Nursing Program Expansion

	\$835,000	R		\$835,000	R
	5.00			5.00	

Funds the establishment of an accelerated baccalaureate nursing program at North Carolina Central University (\$500,000) that will produce highly skilled nursing personnel in a shorter time period and will have a specific focus on recruiting students from medically underserved populations within North Carolina. Also funds an increase of 80 students at the UNC-Chapel Hill School of Nursing (\$335,000) with an emphasis on increasing the number of pre-licensure graduates and providing increased access to baccalaureate nursing education to college graduates.

136 NC Research Campus at Kannapolis

	\$3,000,000	R		\$3,000,000	R
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Provides funding to hire researchers and to provide equipment and supplies for University personnel working at the NC Research Campus in Kannapolis. Seven UNC-system campuses are involved in collaborative research at the campus to break new ground in health and science discoveries and help attract new employers and jobs to the State. The UNC System's annual operating budget at the Research Campus will increase to \$22.5 million with this appropriation.

137 Energy Production Infrastructure Center (EPIC) at UNCC

	\$2,000,000	R		\$2,000,000	R
--	-------------	---	--	-------------	---

Provides funds to hire initial staff to develop programs in the following areas: electrical power including alternative energy, power plant engineering, and power system infrastructure. This center will help meet the increasing demand for engineers in the energy field created by an aging workforce and industry growth.

138 NC A&T College of Engineering

	\$2,000,000	R		\$2,000,000	R
--	-------------	---	--	-------------	---

Provides the NC A&T State University College of Engineering with funding for post-doctoral and faculty positions, SPA staff support, laboratory supplies, and equipment upgrades and maintenance. A portion of these funds may be used to match NC A&T's portion of a \$18.5 million five-year National Science Foundation Engineering Research Center grant, the first ERC grant awarded to a HBCU (Historically Black College and University).

Conference Report on the Continuation, Capital, and Expansion Budget

	FY 09-10		FY 10-11	
139 NCSU College of Engineering	\$5,000,000	R	\$5,000,000	R
Provides funds to the NC State University College of Engineering to add faculty in interdisciplinary areas that respond to State and national needs. A portion of the funds may be used to match external grants for Electric Vehicle Research in the NCSU Advanced Transportation Energy Center.				
140 NC A&T/UNC-G Joint School of Nanoscience and Nanoengineering	\$1,000,000	R	\$1,000,000	R
Continues the phase-in of faculty and staff for the NC A&T/UNC-G Joint School of Nanoscience and Nanotechnology located the Gateway University Research Park in Greensboro. The program will conduct research in areas such as drug design and delivery, nanobioengineering, and genetic screening.				
141 WCU Rapid Product Realization	\$200,000	R	\$200,000	R
Funds additional faculty and staff to enable Western Carolina's Center for Rapid Product Realization to link the academic programs of the School of Construction Management and Technology to regional businesses.				
142 ECSU School of Aviation	\$300,000	R	\$300,000	R
Provides additional operating funds for the newly established flight school at the Elizabeth City State University School of aviation. The flight school was established with an appropriation of \$300,000 R and \$300,000 NR in FY 2008-09.				
143 UNC-SA School of Filmmaking	\$500,000	R	\$500,000	R
	\$500,000	NR	\$500,000	NR
Funds additional faculty, staff, and equipment at the UNC School of the Arts School of Filmmaking. Nonrecurring funds will be used to upgrade the theatre at the School of Filmmaking's Sound Stage in High Point and the film archives building on the main campus.				
144 Faculty Recruiting and Retention Fund	\$2,000,000	R	\$2,000,000	R
Continues the Faculty Recruiting and Retention Fund that was initiated in FY 2006-07. The UNC President may use the fund to offer salary increases to recruit and retain faculty members in the 16 constituent universities.				
145 Special Focus Universities	\$2,000,000	R	\$2,000,000	R
Provides UNC-Asheville and UNC School of the Arts with \$1 million each year for their operating budgets because the mission and limited size of these institutions makes it difficult for them to generate sufficient funds from the student credit hour enrollment model and other sources to provide needed student services.				
146 FSU Military One-stop Center & BRAC Outreach	\$251,500	R	\$251,500	R
Funds a one-stop academic counseling center for military and Department of Defense personnel and their dependents at Fayetteville State University. Also funds the development of two 18-month online master's degree programs in Business Administration and Criminal Justice.				

Conference Report on the Continuation, Capital, and Expansion Budget

FY 09-10

FY 10-11

147 UNC-P Academic Support

\$300,000 R

\$300,000 R

Funds additional academic counselors, advisors, and other student support positions to help UNC Pembroke improve its retention and graduation rates.

148 WSSU Adult & Transfer Student Recruitment

\$475,700 R

\$475,700 R

Funds a joint program between Winston-Salem State University and Forsyth Technical Community College that will add advising center staff focused on community college students and create a Gateway Program to assist working adults with the transition to college.

Total Legislative Changes

(\$193,284,976) R

(\$299,616,919) R

(\$126,065,944) NR

(\$144,702,648) NR

Total Position Changes

21.00

21.00

Revised Budget

\$2,706,834,335

\$2,656,552,008

DPI - Trust Special

Budget Code: 63501

	FY 2009-10	FY 2010-11
Beginning Unreserved Fund Balance	\$9,926,860	\$9,926,860
Recommended Budget		
Requirements	\$14,583,376	\$14,583,376
Receipts	\$14,583,376	\$14,583,376
Positions	1.75	1.75
Legislative Changes		
Requirements:		
6103 - Children's Trust Fund	(\$639,887) R	(\$639,887) R
Transfers this Fund to the Department of Health and Human Services as directed by Section 10.43 of the Budget.	\$0 NR -1.75	\$0 NR -1.75
6117 - Business and Education Technology Alliance	(\$134) R	(\$134) R
Eliminates the Alliance budget as directed by Section 7.15 of the Budget.	\$0 NR 0.00	\$0 NR 0.00
6112 - Computer Loan Revolving Fund	(\$6,573) R	(\$6,573) R
Eliminates the Computer Revolving Loan Fund budget as directed by Section 7.36 of the Budget.	\$0 NR 0.00	\$0 NR 0.00
Subtotal Legislative Changes	(\$646,594) R \$0 NR -1.75	(\$646,594) R \$0 NR -1.75

Receipts:

6103 - Children's Trust Fund	(\$639,887) R	(\$639,887) R
	\$0 NR	\$0 NR

Conference Report on the Continuation, Capital and Expansion Budget

	FY 2009-10	FY 2010-11
6117 - Business and Education Technology Alliance	(\$134) R	(\$134) R
	\$0 NR	\$0 NR
6112 - Computer Loan Revolving Fund	(\$6,573) R	(\$6,573) R
	\$0 NR	\$0 NR
Subtotal Legislative Changes	(\$646,594) R	(\$646,594) R
	\$0 NR	\$0 NR
<hr/>		
Revised Total Requirements	\$13,936,782	\$13,936,782
Revised Total Receipts	\$13,936,782	\$13,936,782
Change in Fund Balance	\$0	\$0
Total Positions	0.00	0.00
<hr/>		
Unappropriated Balance Remaining	\$9,926,860	\$9,926,860

**HEALTH
&
HUMAN SERVICES
Section G**

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Health and Human Services

GENERAL FUND

	FY 09-10		FY 10-11	
Adjusted Continuation Budget	\$5,536,344,939		\$5,806,560,945	

Legislative Changes

(1.0) Division of Child Development

1 Adjust Continuation Budget to FY 2008-09 Authorized Budget Level	(\$62,462)	R	(\$75,601)	R
2 Eliminate Positions Eliminates positions within the Division of Child Development.	(\$87,375)	R	(\$87,375)	R
	-2.00		-2.00	
3 Reduce Operating Expenses Reduces operating expenses within the central management of Division of Child Development.	(\$20,000)	R	(\$20,000)	R
4 Contracts Eliminates funds to administer the testing-out option for the required coursework for lead child care teachers. As of July 2008, lead child care teachers may no longer test out of coursework; therefore, these funds are not needed. Reduces a contract for Seat Management.	(\$131,554)	R	(\$131,554)	R
5 Child Care Subsidies Reduces child care subsidies.	(\$15,186,301)	R	(\$15,186,301)	R
6 Replace State Funds for Child Care Subsidy Replaces State funding for child care subsidy with one-time Temporary Assistance for Needy Families Block Grant (TANF) contingency funds for FY2009-10.	(\$12,452,484)	NR		
7 Increase Fees for Child Care Centers and Charge a Fee for Child Care Homes Increases the existing child care licensure fees by 50% and reduces the State appropriations within the Division of Child Development. Imposes a new fee for child care homes equal to the amount that the smallest centers are required to pay.	(\$602,385)	R	(\$602,385)	R
8 Federal Recovery Funds for Child Care Subsidy Increases funds for child care subsidy to reduce the waiting list as allowed by the Federal Recovery Act by \$53,993,329. Increases funds for quality initiations, as allowed by the Federal Recover Act by \$11,519,144. Increases funds to local governments for the administration of the child care subsidy program by \$2,030,661.				

9 Reduce Smart Start Funding	(\$15,965,000)	R	(\$16,330,000)	R
Reduces funds for the North Carolina Partnership for Children.				
10 Replace State Funding for TEACH Program	(\$3,800,000)	NR	(\$3,800,000)	NR
Replaces State funds for the TEACH Program with federal receipts for two years.				
(2.0) Division of Mental Health, Developmental Disabilities, and Substance Abuse Services				
11 Adjust Continuation Budget to FY 2008-09 Authorized Budget Level	(\$74,408,533)	R	(\$91,641,479)	R
12 Contracts	(\$785,000)	R	(\$785,000)	R
Reduces State funds for contracts managed within the Division's central office.				
13 Eliminate Positions	(\$12,858,290)	R	(\$12,858,290)	R
Eliminates positions within the Division of Mental Health, Developmental Disabilities, and Substance Abuse Services.				
14 Local Management Entities System Management Funds	(\$3,042,440)	R	(\$3,663,952)	R
Reduces funds for administration of Local Management Entities.				
15 CAP/MR-DD Reduction in State Supplemental Funds	(\$16,000,000)	R	(\$16,000,000)	R
Reduces service funds for supplemental state-funded services provided to CAP/MR-DD patients. State funds are still allowed for room, board, and other services.				
16 Reduces Funds at Broughton and Cherry Hospitals	(\$6,027,471)	R	(\$6,027,471)	R
Reduces funds at Broughton and Cherry Hospitals.				
17 Federal Funds Payback for Broughton Hospital	(\$9,300,000)	NR		
Reduces State funds due to a pay-back of federal funds expected from Centers for Medicare & Medicaid Services. An Administrative Law Judge ruled that Broughton Hospital should not have been decertified in August 2007 and that federal funding should not have been withheld. This payback of funds will replace State funds within the DMHDDSAS budget.				
18 Non-Core State Operated Services	(\$4,500,000)	R	(\$4,500,000)	R
Reduces funds for state operated services that are not core to the mission of DMH,DD,SAS.				
19 Non-Core Community Services	(\$4,017,219)	R	(\$4,017,219)	R
Reduces funds for community services that are not core to the mission of DMH,DD,SAS.				

20 Operating Expenses

(\$1,250,000) R (\$1,250,000) R

Reduces funds from operating accounts within the division's central office by \$250,000. Reduces funds at the maintenance facilities by \$1,000,000.

21 Increase Patient Receipts at Alcohol, Drug Abuse Treatment Centers

(\$662,867) R (\$1,127,895) R

Reduces State funds at the ADATC's in anticipation of additional patient revenues collected. This is due to the increased bed capacity available at the ADATC's.

22 State Funded Services

(\$40,000,000) NR (\$40,000,000) NR

Reduces funds for state-funded services provided through Local Management Entities.

23 State Operated Services Purchasing/Financial Savings

(\$2,000,000) R (\$2,000,000) R

Reduces funds due to savings to be achieved from bulk purchasing among state-owned facilities within the Division of Mental Health, Developmental Disabilities, and Substance Abuse Services.

24 Crisis Services

\$12,000,000 R \$12,000,000 R

Provides funds for local inpatient bed capacity located within community hospitals.

25 Dorothea Dix Operations

\$6,000,000 NR

Provides funds for operations at Dorothea Dix hospital.

26 Annualize Mobile Crisis Teams

\$1,045,000 R \$1,045,000 R

Provides funding for the Mobile Crisis Teams that were initially funded in 2008-09 budget.

27 Annualize START

\$579,084 R \$579,084 R

Provides funding for the START crisis services that were partially funded in FY2008-09.

(3.0) Division of Public Health

28 Adjust Continuation Budget to FY 2008-09 Authorized Budget Level

(\$8,670,368) R (\$11,860,655) R

29 Reduce Operating Budgets

(\$348,363) R (\$348,363) R

Reduces operating budgets within three branches of the Division of Public Health.

30 Eliminate Positions within Division of Public Health

(\$2,405,121) R (\$2,405,121) R

Eliminates positions within the Division of Public Health.

-45.00 -45.00

31 Reduce AIDS Drug Assistance Program

(\$3,074,119) NR (\$3,074,119) NR

Reduces State funds used to purchase pharmaceuticals. Pharmaceuticals from the "drug reserve" inventory will be used.

32 Vital Records Fee Increase	(\$1,226,403) R	(\$1,226,403) R
<p>Reduces State funds by allowing Vital Records operation to become receipt-supported. Fee charged for copy of vital records increased from \$15 to \$24 per copy. Fee charged for expedited out-of-state service increased by \$5.</p>		
33 Reduce Funds for Public Health Incubator Program	(\$850,000) R	(\$850,000) R
<p>Reduces State funds for Local Health Services Incubator Grant program.</p>		
34 Shift Positions to Receipt Support	(\$70,541) R	(\$70,541) R
<p>Replaces State appropriation with federal WIC funds for public health and regional consultants.</p>		
35 Reduces Community Focused Eliminating Health Disparities Initiative	(\$50,000) R	(\$50,000) R
<p>Reduces funds for Community Focused Eliminating Health Disparities Initiative.</p>		
36 Eliminate Positions and Reduce Contracts in Early Intervention Program	(\$660,054) R	(\$660,054) R
<p>Eliminates nine vacant positions and reduces contract funding for four Children's Developmental Service Agencies (CDSA's).</p>		
	-9.00	-9.00
37 Replace State Funds with Federal ARRA Funds for Early Intervention	(\$2,700,000) NR	(\$2,700,000) NR
<p>Replaces State appropriations with American Recovery and Reinvestment Act Funds for the Early Intervention/Infant and Toddler Program.</p>		
38 Replace State Funds with Federal Receipts	(\$1,191,155) R	(\$1,191,155) R
<p>Replaces State appropriations with Maternal Child Health Block Grant and Medicaid administration funds for several maternal, infant, and child programs.</p>		
39 Eliminate Statewide Contracts	(\$457,967) R	(\$457,967) R
<p>Eliminates funds that support the collection and analysis of hospital, family and community data concerning infants and children.</p>		
40 Reduce Contract Funding for Children and Youth	(\$903,965) R	(\$903,965) R
<p>Reduces contract funds for three contracts that historically have unobligated funds.</p>		
41 Reduce Funding for Accreditation of Local Health Departments	(\$650,000) NR	
<p>Suspends for one year the Division of Public Health's evaluation and accreditation of Local Health Departments (LHD's).</p>		
42 Transfer Funding for Tick-Borne Disease Program	(\$139,802) R	(\$139,802) R
<p>Transfers the funding for the Tick-Borne Disease Program to the Department of Environmental and Natural Resources.</p>		

<p>43 Eliminate Kidney Disease Purchase of Medical Care Program Eliminates the Kidney Disease Purchase of Medical Care Program that provides up to \$300 for persons with annual incomes up to 100% FPL. Persons with End-Stage Renal Disease are eligible for health care services through Medicare. The program was suspended in January 2009.</p>	(\$394,255) R	(\$394,255) R
<p>44 Eliminate Epilepsy Purchase of Medical Care Program Eliminates the Epilepsy Purchase of Medical Care Program that serves a minimum number of persons who have annual incomes up to 100% FPL. The program was suspended in January 2009.</p>	(\$193,181) R	(\$193,181) R
<p>45 Eliminate Adult Cystic Fibrosis Program Eliminates the Adult Cystic Fibrosis Purchase of Medical Care program which serves a minimum number of persons. The program was suspended in January 2009.</p>	(\$210,088) R	(\$210,088) R
<p>46 Eliminate Funding for Cancer Purchase of Medical Care Program Eliminates the Cancer Purchase of Medical Care Program that provides less than comprehensive services to persons with annual incomes of under 100% FPL. The program was suspended in January 2009.</p>	(\$2,531,934) R	(\$2,531,934) R
<p>47 Eliminate Health Education for Children Contract Eliminates the contract with the Alice P. Aycock Center to plan, develop, and provide health education programs to children.</p>	(\$150,000) R	(\$150,000) R
<p>48 Eliminate Media Contract Eliminates the media contract through the National Alliance for Tobacco Cessation.</p>	(\$106,746) R	(\$106,746) R
<p>49 Eliminate Funds for Tobacco Quit Line Eliminates funding for Tobacco Quit Line. The Quit Line will continue to receive funding from the Health and Wellness Trust Fund.</p>	(\$500,000) R	(\$500,000) R
<p>50 Eliminate State Funds for Professional and Public Education Contract Eliminates state appropriations for contract with the Southern Atlantic American Cancer Society to conduct training on best practices to physicians and local health departments.</p>	(\$371,250) R	(\$371,250) R
<p>51 Eliminates Funds for Medically Fragile Children Program Eliminates State funds for the daycare program for medically fragile children in Wake County.</p>	(\$100,000) R	(\$100,000) R
<p>52 Replace State Funds with Federal Receipts from Ryan White Funds Replace State appropriations with Federal Ryan White funds for Duke University HIV/STD Pediatric Services Program.</p>	(\$209,503) R	(\$209,503) R

53 Replace State Funds with ARRA Funds for Childhood Immunization

Replaces State appropriations with \$500,000 of the American Recovery and Reinvestment Act funds for one year to purchase of vaccines for children. (\$500,000) NR

54 Replace State Funds with Third Party Receipts for Immunization

The Department of Health and Human Services will seek third party reimbursement for child and adult immunizations. (\$4,000,000) R (\$4,000,000) R

55 Reduce Division of Public Health Contract Funds

Reduces state appropriations for Division of Public Health to eliminate or reduce contracts that either: (\$4,010,072) R (\$4,010,072) R
 -Do not meet the Division's core mission;
 -Do not provide a direct service;
 -Have had unobligated funds in the past; or
 -Have not met the goals or deliverables in the contract.

56 Improve Birth Outcomes and Reduce Infant Mortality

Provides funding to educate women on the benefits of 17-p Progesterone, to purchase medication for eligible women at risk for a pre-term births, and for the continued development and implementation of the safe sleep public awareness campaign. \$247,000 NR

57 Prevent Neural Tube Birth Defects

Provides funds for the purchase of multi-vitamins with folic acid to be distributed to low-income women through Local Health Departments and Safety Net Clinics. \$480,000 NR

58 Adolescent Pregnancy Prevention Initiative

Provides funding for a grant-in-aid to the Adolescent Pregnancy Prevention Campaign of North Carolina. \$250,000 NR

59 Teen Pregnancy Prevention Initiative

Provide funding for the adolescent pregnancy prevention, teen parenting, and school dropout prevention program. \$400,000 NR

60 School Health Nurses

Provides funds to hire 20 additional school nurses to bring the total number of school health nurses supported by Division of Public Health to 232. \$1,000,000 R \$1,000,000 R

61 Stroke Prevention

Provides funding for operation of the Stroke Advisory Council, the continued implementation of public awareness campaign, and identification of stroke rehabilitation services throughout the State. \$450,000 NR

62 Prevent Blindness

Provides funding for a grant-in-aid to Prevent Blindness North Carolina to expand the pre-kindergarten screening program. \$150,000 NR

63 North Carolina Arthritis Patient Services

Provides a grant-in-aid to North Carolina Arthritis Patient Services to support activities.

\$50,000 NR

64 Receipt-Supported Position - Division of Public Health

Creates two new positions in the Division of Public Health/State Laboratory for Public Health to build capacity for 2,100 biomonitoring samples and necessary follow-up testing on drinking water.

Chemist I - \$67,369

These positions are 100 percent receipt-supported through the federal Centers for Disease Control and Prevention.

65 Receipt-Support Position - Division of Public Health

Creates one new position in the Division of Public Health/State Laboratory to ensure there is laboratory testing and data entry capacity for the new Biomonitoring program.

Chemist II - \$73,833

This position is 100 percent receipt-supported through the federal Centers for Disease Control and Prevention.

66 Receipt-Supported Position - Division of Public Health

Creates one new position in the Division of Public Health/State Laboratory to analyze, interpret, and assess data on human exposure to environmental hazards and risks.

Environmental Toxicologist - \$101,867

This position is 100 percent receipt-supported through the Centers for Disease Control and Prevention.

67 Receipt-Supported Position - Division of Public Health

Creates one new position in the Division of Public Health/State Laboratory to ensure there is laboratory testing and data entry capacity for the new Biomonitoring Program.

Processing Assistant IV - \$38,759

This position is 100 percent receipt-supported through the federal Centers for Disease Control and Prevention.

68 Receipt-Supported Position - Division of Public Health

Creates one new position in Division of Public Health/State Laboratory to oversee and operate and environmental and health database, map data, and assist in preparing material for local health departments.

Program Assistant V - \$41,919

This position is 100 percent receipt-supported through the federal Centers for Disease Control and Prevention.

69 Receipt-Supported Position - Division of Public Health

Creates two new positions in the Division of Public Health/State Laboratory to conduct surveillance activities to determine the incidence and prevalence of exposure and health effects of noxious metals in under-served populations in North Carolina.

Public Health Epidemiologist II - \$80,901

These positions are 100 percent receipt-supported through the federal Centers for Disease Control and Prevention.

70 Receipt-Supported Position - Division of Public Health

Creates one new position in the Division of Public Health/State Laboratory will provide oversight for the federally-funded "Population-based Surveillance for Hemoglobinopathics Project."

Public Health Program Supervisor I - \$67,369

This position is 100 percent receipt-supported through the federal Centers for Disease Control and Prevention.

71 Receipt-Supported Position - Division of Public Health

Creates one new position in the Division of Public Health/State Laboratory to work closely with medical centers and community-based organizations and sickle cell education counselors to ensure implementation of data collection.

Public Health Social Research Associate II - \$47,000

This position is 100 percent receipt-supported through the federal Centers of Disease Control and Prevention.

72 Receipt-Supported Position - Division of Public Health

Creates one new position in Division of Public Health to be responsible for the development and implementation of an Asthma Evaluation Plan, that will include local entities.

Human Services Planner/Evaluator II - \$61,632

This position is 100 percent receipt-supported through the federal Centers for Disease Control and Prevention.

73 Receipt-Supported Position - Division of Public Health

Creates one new position in the Division of Public Health to serve as a project director to coordinate State-level child wellness efforts through the State Council on Young Child Wellness.

Human Services Planner/Evaluator IV - \$73,833

This position is 100 percent receipt-supported through the federal Substance Abuse and Mental Health Services Administration.

74 Receipt-Supported Position - Division of Public Health

Creates one new position in the Division of Public Health to coordinate statewide distribution, surveillance and necessary reporting through the NC Electronic Disease Surveillance Systems, associated with vaccines

Public Health Nurse Consultant II - \$75,209

This position is 100 percent receipt-supported through the federal Centers for Disease Control and Prevention.

75 Receipt-Supported Position - Division of Public Health

Creates 4 new positions in the Division of Public Health to serve as Regional Immunization Consultants to specified state catchment areas. Activities included surveys of public and private providers and technical assistance to daycare facilities and schools.

Public Health Program Consultant I - \$61,632

These positions are 100 percent receipt-supported through the federal Centers for Disease Control and Prevention.

76 Receipt-Supported Position - Division of Public Health

Creates one new position in Division of Public Health to assist public and private health care providers in using the NC Electronic Disease Surveillance System. The focus is on STD prevention.

Administrative Assistant II - \$49,290

This position is 100 percent receipt-supported through the federal Centers for Disease Control and Prevention.

77 Receipt-Supported Position - Division of Public Health

Creates one new position in Division of Public Health to assist public and private health care providers in using the NC Electronic Disease Surveillance System. The focus is on HIV prevention.

Administrative Assistant II - \$49,290

This position is 100 percent receipt-supported through the federal Centers for Disease Control and Prevention.

78 Receipt-Supported Position - Division of Public Health

Creates one new position in the Division of Public Health to coordinate preparedness and response efforts as it relates to pandemic influenza and mass fatality events. The position will work across DPH and other state agencies.

Public Health Program Manager I - \$80,901

This position is 100 percent receipt-supported through the federal Centers for Disease Control and Prevention.

(4.0) NC Health Choice

79 Eliminate Inflationary Increase	(\$7,076,746)	R	(\$7,076,746)	R
Eliminates the inflation increase the in the Per Member/Per Month premium cost for Health Choice.				
80 Reduce Operating Expense	(\$23,645)	R	(\$23,645)	R
Reduces various operating accounts that historically have unobligated funds.				
81 Establish/Increase Emergency Room Co-payment for Non-emergency Visits	(\$217,665)	R	(\$317,728)	R
Reduces State funding by establishing a \$25 co-payment for non-emergency visits for families with children at 100% to 150% federal poverty level (FPL), and the current co-payment of \$20, be increased to \$25 for families with children between 150% and 200% FPL.				
82 Increase Co-Payments for Prescription Drugs	(\$450,000)	R	(\$450,000)	R
Reduces State funding by increasing co-payments for prescription drugs: \$2 for Generic Drugs; \$2 for Brand Name Drugs without Generic Equivalent; \$5 for Brand Name Drugs for families at or below 150% federal poverty level (FPL); and \$10 for families above 151% FPL.				
83 Eliminates Funding for CCNC-Health Choice	(\$900,000)	R	(\$900,000)	R
Eliminates the per member/per month payment to the Community Care of North Carolina networks associated with Health Choice enrollees.				
84 Health Choice Enrollment Growth	\$17,096,952	R	\$21,942,732	R
Provides funds to increase enrollment in Health Choice by 7% or 9,098 children in SFY 2009-10 and increase enrollment in SFY 2010-11 by 3%.				
(5.0) Division of Central Management and Support				
85 Adjust Continuation Budget to FY 2008-09 Authorized Budget Level	(\$2,326,439)	R	(\$2,793,542)	R

86 Reduce Physician Loan Repayment Program	(\$210,000) R	(\$210,000) R
Reduces state appropriations and the number of contracts awarded by approximately eight.		
87 Reduce Psychiatric Loan Repayment Program	(\$140,000) R	(\$140,000) R
Reduces state appropriations and reduces the number of contracts by two from the prior year.		
88 Eliminates Loan Repayment Initiative at State Facilities	(\$868,519) R	(\$868,519) R
Eliminates funding that the General Assembly appropriated in the 2008 Session to recruit medical doctors to the State's mental health hospitals. To date, these funds have not been awarded.		
89 Reduce Community Health Grants	(\$140,000) R	(\$140,000) R
Reduces funding for the Community Health Grant program by 7%, leaving \$1,860,000 recurring. This reduction decreases the number of grants awarded annually by approximately two.		
90 Medication Assistance Program		
Provides \$2,745,000 in SFY 2009-10 and \$3,000,000 in SFY 2010-11 from the Health and Wellness Trust Fund (HWTF) to support the Medication Assistance Program. The program assists indigent residents in need of prescription drugs accessing pharmaceutical manufacturers' free drug programs.		
91 Aid to Safety Net Community Health Centers	\$5,000,000 R	\$5,000,000 R
Provides funding on a competitive grant basis to increase the capacity of rural health centers, local health departments, free clinics, school-based health centers, and other entities to provide health care to low-income and uninsured persons.		
92 Health Net	\$2,000,000 R	\$2,000,000 R
Appropriates funds to expand access to comprehensive health services for uninsured individuals.		
93 Rural Hospitals Operation and Maintenance	\$1,600,000 NR	
Provides funding for small rural hospitals for assistance with operations and infrastructure maintenance.		
94 Eliminate Positions	(\$1,405,456) R	(\$1,405,456) R
Eliminates Central Management and Support positions.		
	-18.00	-18.00
95 Reduce Funding for Special Appropriations	(\$875,000) R	(\$1,275,000) R
Reduces grants-in-aid to non-profits, including the Institute of Medicine, Food Runners, Special Olympics, ALS Association, and Action for Children.		
96 Discontinue CARE-LINE 24/7/365 Operation	(\$128,502) R	(\$128,502) R
Eliminates the CARE-LINE third shift.		
	-2.00	-2.00

97 Reduce Rental Subsidy

Reduces funding for transfer to the North Carolina Housing Finance Agency for Key Program rental subsidies. Approximately 310 rental units will not be ready for occupancy in FY2009-10.

(\$1,155,000) NR

98 Reduce Operating Budgets

Reduces operating budgets within Central Management and Support divisions and offices, including the Secretary's Office, the Administrative Support section, the Controller's Office, and the Office of Rural Health and Community Care.

(\$349,235) R (\$349,235) R

99 Federal Recovery Funds for Weatherization Assistance

Appropriates \$131,954,536 of Federal Recovery funds for weatherization assistance to low-income North Carolinians.

(6.0) Division of Social Services

100 Adjust Continuation Budget to FY 2008-09 Authorized Budget Level

(\$850,341) R (\$860,845) R

101 Eliminate Positions

Eliminates positions within the Division of Social Services.

(\$694,570) R (\$694,570) R

-22.00

-22.00

102 Reduce Operating and Contracts Budgets

Reduces operating and contract budgets across all sections of the Division of Social Services.

(\$1,774,570) R (\$1,774,570) R

103 Work First Cash Assistance Funding

Reduces General Fund appropriations for Work First Cash Assistance payments.

(\$7,178,459) R (\$7,178,459) R

104 Electing Counties Work First State Funds

Reduces General Fund appropriations and budgets TANF Contingency funds for Work First Cash Assistance payments and Work First County Block Grants for Electing Counties.

(\$2,378,213) NR

105 Reduce Funds for Family Resource Centers

Reduces funding for Family Resource Centers.

(\$200,000) R (\$200,000) R

106 Reduce Funds for Child Advocacy Centers

Reduces funding for the twenty-one (21) accredited Child Advocacy Centers statewide. This reduction leaves \$375,000 in recurring funding.

(\$200,000) R (\$200,000) R

107 Replace State Funds for Maternity Home Services

Replaces General Fund appropriations for Maternity Home Services with TANF Block Grant funds.

(\$105,002) R (\$105,002) R

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FY 09-10

FY 10-11

108 Reduce Funding for NC Reach

Suspends General Fund appropriations for NC Reach post-secondary scholarship support in FY 2009-10.

(\$3,168,250) NR

109 Recovery Funds for Foster Care and Adoption Assistance

Reduces General Fund appropriations to reflect enhanced federal participation for Title IV-E adoption and foster care assistance payments, effective through December 31, 2010.

(\$2,840,235) NR (\$1,452,537) NR

110 Federal Recovery Funds for Child Support Enforcement

Reduces General Fund appropriations and budgets federal funds to reflect the temporary reinstatement of federal matching of child support incentive funds.

(\$2,214,542) NR

111 Reduce State Aid to Counties

Reduces funding to support costs associated with county administration of public assistance programs.

(\$5,473,985) NR (\$5,473,985) NR

112 Budget Over-realized Receipts

Budgets over-realized Child Support Enforcement receipts.

(\$600,000) R (\$600,000) R

113 Eliminate Funding for Child Support Offices

Eliminates funding for the sixteen (16) state-operated child support offices, and transitions administrative responsibility to the twenty-eight (28) counties served by those offices.

(\$4,082,811) R

114 Reduce State/County Special Assistance Rates

Effective October 1, 2009, retracts 75% of the State/County Special Assistance rate increase made effective January 1, 2009, and holds disenfranchised recipients harmless for the change in the standard of need.

(\$2,260,521) R (\$3,286,281) R

115 Child Welfare Collaborative

Provides funding to continue support of Collaborative social work programs at UNC-Charlotte, Fayetteville State University, UNC-Pembroke, and Western Carolina University.

\$900,000 NR

116 Food Banks

Provides a non-recurring grant-in-aid to be equally distributed to the six regional food banks within North Carolina.

\$1,000,000 NR

(7.0) Office of Education Services

117 Adjust Continuation Budget to FY 2008-09 Authorized Budget Level

(\$471,414) R (\$523,322) R

118 Reduce Operating Budget

Reduces operating and contract budgets office-wide.

(\$1,661,090) R (\$1,661,090) R

119 Eliminate Positions	(\$1,350,212)	R	(\$1,350,212)	R
Eliminates five (5) vacant positions at the North Carolina School for the Deaf (NCSD), eleven (11) at Eastern North Carolina School for the Deaf (ENCSD), fourteen (14) at Governor Morehead School for the Blind (GMS), and two (2) at Governor Morehead Preschool.	-32.00		-32.00	
120 Transfer from OES Trust Fund	(\$175,321)	NR		
Reduces General Funds appropriations and transfers \$175,321 of available cash balance from various funds within Budget Code 64424 to support residential school operations.				
121 Reduce Funding for Residential Schools	(\$500,000)	R	(\$500,000)	R
Reduces funding for the North Carolina School for the Deaf, Eastern North Carolina School for the Deaf, and Governor Morehead School for the Blind.				
(8.0) Divisions of Services for the Blind and Services for the Deaf and Hard of Hearing				
122 Adjust Continuation Budget to FY 2008-09 Authorized Budget Level	(\$181,228)	R	(\$240,170)	R
123 Eliminate Positions	(\$130,777)	R	(\$130,777)	R
Eliminates positions within the Divisions of Services for the Blind and Services for the Deaf and Hard of Hearing.	-3.00		-3.00	
124 Reduce Operating Budget	(\$107,712)	R	(\$107,712)	R
Reduces operating budgets division-wide.				
125 Replace State Funds with Federal Receipts	(\$150,000)	R	(\$150,000)	R
Reduces General Fund appropriations and budgets Basic Support Vocational Rehabilitation Grant receipts.				
126 Provider Reimbursement Rate Adjustment	(\$75,166)	R	(\$82,318)	R
Reduces Medical Eye Care, Vocational Rehabilitation, and Independent Living provider reimbursement rates.				
127 Shift Regional Resource Centers to Receipt Support	(\$2,142,166)	R	(\$2,142,166)	R
Shifts the Regional Resource Centers within the Division of Services for the Deaf and Hard of Hearing to receipt support. Revenues from the wireless surcharge set forth in G.S. 62-157.(i) and remitted to the Telecommunications Relay Trust Fund will support the operations of the seven Regional Resource Centers.				
128 Transfer from Telecommunications Relay Trust Fund				
Transfers \$4,500,000 of available cash balance from the Telecommunications Relay Trust fund, Budget Code 67425, to Nontax Revenue to support General Fund appropriations.				

129 Accessible Electronic Information for Blind and Disabled Persons

Provides funding for contracted electronic information services, which allow visually-impaired persons to access print media through telephone systems.

\$75,000 NR

130 Replace State Funds with Federal Recovery Funds

Reduces funding for the Older Blind Individuals Independent Living program and budgets Recovery Act funding for Vocational Rehabilitation (\$2,974,779) and the Older Blind Individuals Independent Living program (\$1,042,363).

(\$260,590) NR (\$260,590) NR

(9.0) Division of Vocational Rehabilitation

131 Adjust Continuation Budget to FY 2008-09 Authorized Budget Level

(\$1,181,339) R (\$1,511,633) R

132 Eliminate Positions

Eliminates positions within the Division of Vocational Rehabilitation.

(\$329,960) R (\$329,960) R

-3.00 -3.00

133 Reduce Basic Support Case Services

Reduces funding for non-medical consumer purchases.

(\$2,619,872) R (\$3,612,025) R

134 Provider Reimbursement Rate Adjustment

Reduces Vocational Rehabilitation and Independent Living provider reimbursement rates.

(\$80,122) R (\$87,746) R

135 Replace State Funds with Federal Recovery Funds

Reduces funding for the Independent Living program and budgets Recovery Act funding for Vocational Rehabilitation (\$15,054,229) and Independent Living (\$402,340).

(\$201,170) NR (\$201,170) NR

136 Receipt-Supported Positions - Disability Determination Services

Creates eighteen (18) new positions within Disability Determination Services to provide clerical support to professional staff within the case processing unit.

Office Assistant IV - \$38,894

These positions are 100 percent receipt-supported through the Social Security Administration.

137 Receipt-Supported Positions - Disability Determination Services

Creates six (6) new positions within Disability Determination Services to review claimant records, determine sufficiency of evidence, and assist in the determination of impairment severity and residual functional capacity, according to Social Security Administration guidelines.

Physician II - \$122,734

These positions are 100 percent receipt-supported through the Social Security Administration.

138 Receipt-Supported Positions - Disability Determination Services

Creates ninety (90) new positions within Disability Determination Services to process initial level disability claims, determine benefits eligibility and entitlement.

Disability Determination Specialist I - \$48,462

These positions are 100 percent receipt-supported through the Social Security Administration.

139 Receipt-Supported Positions - Disability Determination Services

Creates six (6) new positions within Disability Determination Services to process disability claims, determine benefits eligibility and entitlement, and provide training and leadership in claim development and adjudication.

Disability Determination Specialist III - \$56,033

These positions are 100 percent receipt-supported through the Social Security Administration.

140 Receipt-Supported Positions - Disability Determination Services

Creates six (6) new positions within Disability Determination Services to review claimant records, determine sufficiency of evidence, and assist in the determination of impairment severity and residual functional capacity, according to Social Security Administration guidelines.

Senior Psychologist I - \$88,684

These positions are 100 percent receipt-supported through the Social Security Administration.

141 Receipt-Supported Positions - Disability Determination Services

Creates four (4) new positions within Disability Determination Services to supervise case processing functions.

Disability Determination Supervisor II - \$71,315

These positions are 100 percent receipt-supported through the Social Security Administration.

142 Receipt-Supported Position - Disability Determination Services

Creates a new position within Disability Determination Services to conduct hearings with individuals whose disability benefits under Social Security or Supplemental Security Income have been terminated for medical reasons.

Hearings Officer - \$66,997

These positions are 100 percent receipt-supported through the Social Security Administration.

143 Receipt-Supported Position - Disability Determination Services

Creates a new position within Disability Determination Services to provide network system planning, configuration, installation, maintenance, high-level trouble shooting, and/or security.

Networking Analyst - \$79,437

These positions are 100 percent receipt-supported through the Social Security Administration.

(10.0) Division of Aging and Adult Services

144 Adjust Continuation Budget to FY 2008-09 Authorized Budget Level	(\$2,323)	R	(\$6,382)	R
145 Eliminate Positions Eliminates positions within the Division of Aging and Adult Services.	(\$16,025)	R	(\$16,025)	R
	-1.00		-1.00	
146 Eliminate Quality Improvement Consultation Program Eliminates a contract and position that supported a Quality Improvement Program pilot for Adult Care Homes.	(\$190,204)	R	(\$190,204)	R
	-1.00		-1.00	
147 Eliminate Senior Center Outreach Program Eliminates funding for the Senior Center Outreach Program, previously allocated to the 17 Area Agencies on Aging to promote the use of services available through senior centers.	(\$100,000)	R	(\$100,000)	R

148 Reduce Home and Community Care Block Grant

Reduces Home and Community Care Block Grant funding. (\$500,000) NR (\$500,000) NR

149 Replace Home and Community Care Block Grant Funds

Replace funding for the Home and Community Care Block Grant, which provides funding for in-home and community-based services for seniors. The reduction in State appropriations will be offset by federal recovery funds for senior nutrition services. (\$1,384,392) NR

150 Project CARE

Provides funding for Project C.A.R.E. (Caregiver Alternatives to Running on Empty), a respite care program for caregivers of persons with Alzheimer's and dementia. \$500,000 NR \$500,000 NR

151 Senior Community Service Employment

The Senior Community Service Employment Program (SCSEP) places economically disadvantaged individuals 55 years of age and older with an income at or below 125% of the federal poverty level into part-time community service programs while transitioning clients into unsubsidized employment. Currently, five Area Agencies on Aging provide employment services in 25 counties. \$621,560 in federal recovery funds will be available to support the program. Twenty percent of funds must be spent in the current year. The remaining funds (\$497,248) and the required local match (\$55,250) are budgeted as receipt-supported activities.

(11.0) Division of Medical Assistance

152 Adjust Continuation Budget to FY 2008-09 Authorized Budget Level (\$507,391,540) R (\$738,471,757) R

153 Phased-out County Share \$252,566,010 R \$271,080,911 R
Increases appropriations for Medicaid due to the final phase-out of the county share, effective July 1, 2009.

154 Projected Medicaid Growth \$154,748,266 R \$273,267,994 R
Adjusts continuation budget to allow for caseload growth.

155 End County Participation (\$4,738,858) R (\$4,738,858) R
Ends county participation in Medicaid, including any cost settlements or adjustments, as of June 1, 2009.

156 Provider Rate Reductions (\$76,440,896) R (\$82,261,586) R
Reduces Medicaid provider rates. Applies to all public and private providers except for federally qualified health centers, rural health centers, school-based and school-linked health centers, State institutions, hospital outpatient, pharmacy, and the non-inflationary components of the case-mix reimbursement system for skilled nursing facilities.

157 Modify Personal Care Services Benefits	(\$40,000,000)	R	(\$60,000,000)	R
Reduces personal care services benefits to reduce overutilization of services.				
158 Reduce Prescription Drug Costs	(\$25,000,000)	R	(\$22,000,000)	R
Reduces prescription drug expenditures by employing the following actions: enhancing utilization management of the Prescription Advantage List (PAL), increasing utilization of generic drugs in place of brand name drugs, and increasing rebate collections on generic drugs. If sufficient savings are not realized by these actions, the department shall implement a preferred drug list for all drug classes in the Medicaid program. Generic drugs and brand name drugs that offer supplemental rebates will be included.				
159 Reduce Community Support Services	(\$65,000,000)	R	(\$97,500,000)	R
Reduces appropriation for community support services.				
160 Reduce Group Homes	(\$15,860,960)	R	(\$22,554,622)	R
Reduces funding for High Risk Intervention Level III and IV group homes.				
161 Reimbursement for Prescription Drugs	(\$10,457,042)	R	(\$13,942,723)	R
Changes reimbursement for prescription drugs from Average Wholesale Price (AWP) - 10% to Wholesale Acquisition Cost (WAC) + 7%.				
162 Dental Policy Adjustments	(\$3,689,583)	R	(\$4,427,500)	R
Reduces appropriations based on dental policy changes on sealants and imaging.				
163 Increase Copays on Services	(\$3,098,256)	R	(\$3,717,908)	R
Increases copays on Medicaid services by \$2.				
164 Reduce HIV Case Management	(\$417,825)	R	(\$527,779)	R
Reduces funds for HIV Case Management services.				
165 Consolidate Case Management Services	(\$41,029,684)	R	(\$72,907,230)	R
Reduces appropriations by consolidating case management services throughout the Medicaid program.				
166 Increase CCNC Savings	(\$69,894,403)	R	(\$78,397,889)	R
Reduces appropriations through greater care management by Community Care of North Carolina (CCNC).				
167 Imaging Contract	(\$8,111,250)	R	(\$8,237,322)	R
Reduces appropriations for imaging through a contract to contain costs.				
168 Reduce Nursing Home Cost Ceiling	(\$2,298,778)	R	(\$2,444,230)	R
Reduces the reimbursement cost ceiling for nursing facilities from 103.5% of State median cost to 102.6% of the State median cost.				

169 Reduce Durable Medical Equipment	(\$3,509,312)	R	(\$4,211,174)	R
Reduces the appropriation for Durable Medical Equipment.				
170 Freeze CAP Slots	(\$6,646,956)	R	(\$7,274,842)	R
Freezes Community Alternative Programs slots for disabled adults and people with mental retardation and developmental disabilities.				
171 Eliminate MH Residential Services - Therapeutic Camps	(\$1,573,100)	R	(\$2,236,981)	R
Eliminates funding for therapeutic camps for teens with behavioral and substance abuse problems, an optional Medicaid service.				
172 Mandate Use of Web-based PASARR	(\$350,000)	R	(\$350,000)	R
Mandates the use of the web-based Pre-Admission Screening Annual Resident Review (PASARR) for mental health issues for nursing facilities and adult care homes.				
173 Establishes Provider Enrollment Fee	(\$1,500,000)	R	(\$1,500,000)	R
Establishes a \$100 enrollment fee for Medicaid providers, payable upon initial enrollment and every three years thereafter.				
174 Contract Adjustments	(\$1,594,749)	R	(\$1,594,749)	R
Reduces various administrative contracts.				
175 Annual Printing of Medicaid ID cards	(\$1,750,000)	R	(\$1,750,000)	R
Reduces appropriations by printing Medicaid identification cards annually instead of monthly. Changes and updates will be mailed on a quarterly basis.				
176 Mandate EFT Payments	(\$472,500)	R	(\$472,500)	R
Reduces appropriations by mandating payment of claims by electronic fund transfers (EFT).				
177 Mandate Electronic Claims Filing	(\$1,200,000)	R	(\$1,200,000)	R
Reduces appropriations by mandating that providers billing Medicaid file claims electronically.				
178 Eliminate Positions	(\$559,031)	R	(\$559,031)	R
Eliminates positions within the Division of Medical Assistance.				
	-11.00		-11.00	
179 Enhance Third Party Liability Recoveries and Cost Avoidance	(\$20,000,000)	R	(\$20,000,000)	R
Reduces medical assistance payments by increasing payment by third parties and increasing cost avoidance through better utilization of technology and other Medicaid cost-containment activities.				
180 Implement False Claims Act			(\$2,229,757)	R
Increases the amount North Carolina can retain from fraud and abuse recoveries by implementing provisions that meet federal False Claims Act standards. The 10% bonus is expected to generate about \$2.4 million annually. Of the amount collected, \$176,068 will be used to support 5 positions at the Attorney General's Office to implement the act. Net collections will be offset by a reduction to State appropriations				

181 Reduction in Medical Assistance Payments

Reduces Medical Assistance payments to be offset by federal recovery funds. (\$857,352,497) NR (\$502,565,621) NR

(12.0) Division of Health Service Regulation

182 Adjust Continuation Budget to FY 2008-09 Authorized Budget Level (\$190,134) R (\$208,088) R

183 Eliminate Positions (\$444,518) R (\$444,518) R
Eliminates positions within the Division of Health Service Regulation.
-5.00 -5.00

184 Operating Freeze (\$466,688) R (\$466,688) R
Continues freeze on operating expenses from the FY 2008-09 budget (Other Operating - 2xxx-5xxx, Fund 1311 Rent/Lease-Bldg/Office).

185 Increase Fees for License Renewals
Increases licensing fees to health care facilities regulated by the division and reduces State appropriation in a similar amount. The cost of administering the licensure program is shared with facilities.

186 Hospice Facilities Annual Fee (\$79,200) R (\$79,200) R
Establishes an annual fee for hospice facilities.

187 Eliminate Two Vacant Positions in Medical Facilities Construction (\$164,640) R (\$164,640) R
Eliminates two vacant positions in the Medical Facilities Construction Section, which review construction plans, make on-site inspections, and provide consultation to ensure compliance with federal and State standards. The reduction will reduce the number of section staff to 63 FTEs.
-2.00 -2.00

188 Charge Fee for Initial Facility License
Reduces State appropriations by amount generated by initial facility license fees for new facilities. Fees would apply to adult care homes, hospitals, home care, nursing homes, and mental health facilities.

Total Legislative Changes	(\$695,516,536)	R	(\$926,004,081)	R
	(\$937,478,798)	NR	(\$559,528,022)	NR
Total Position Changes	-506.00		-506.00	
Revised Budget	\$3,903,349,605		\$4,321,028,842	

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**NATURAL
&
ECONOMIC
RESOURCES
Section H**

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Agriculture and Consumer Services

GENERAL FUND

	FY 09-10	FY 10-11
Adjusted Continuation Budget	\$65,402,492	\$65,638,839

Legislative Changes

A. Department-Wide

1 Adjust Continuation Budget	(\$1,123,590)	R		(\$1,533,278)	R
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Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget. Retains operating funds for the Senator Bob Martin Agricultural Center, the BSL 2 Diagnostic Lab, and Vet Services rendering costs.

	-4.00			-4.00	
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2 Vacant Positions	(\$860,680)	R		(\$860,680)	R
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Eliminates the following vacant positions and corresponding benefits:

	-16.50			-16.50	
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60011486	Executive Assistant I	\$46,818
60011478	Administrative Officer II	\$38,174
60011494	Administrative Secretary	\$43,576
60011502	Accounting Tech II	\$31,041
60011773	Data Entry Operator	\$25,581
60012019	Chemist II	\$47,553
60011871	Office Assistant III	\$26,183
60012034	Lab Assistant	\$23,516
60012014	Laboratory Technician	\$27,448
60089841	Vet Lab Pathologist	\$123,105
60012143	Chemistry Supervisor II	\$50,940
60012189	Medical Lab Technician II	\$43,781
60012093	Livestock Compliance Officer	\$53,390
65005772	Meat & Poultry Inspector	\$14,751
60012627	Research Technician (Oxford)	\$27,282
60012660	Research Technician (Tidewater)	\$32,379
60012583	Research Technician (Cherry)	\$28,556
	Fringe Total	\$176,606

3 Operating Expense Reduction	(\$345,873)	R		(\$345,873)	R
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Reduces following line items:

Non-employee travel, subsistence, and education	\$3,199
Registrations	\$46,940
Employee Education Assistance Program	\$690
Employee Education	\$31,779
Memberships & Subscriptions	\$42,859
Cell Phones	\$121,817

Eliminates the following line items:

Office Furniture	\$98,589
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4 Temporary Position Funding

Reduces funding for temporary positions across the Department.

(\$27,905) R (\$27,905) R

5 Fund Shift Positions to Receipt Support

Shifts 10.7 positions to receipt support. These receipts come from various enterprise funds, grants, and other revenue sources.

(\$467,047) R (\$467,047) R
-10.70 -10.70

6 Worker's Compensation

Reduces funding for worker's compensation due to a recent decrease in premiums for the Department.

(\$75,000) R (\$75,000) R

C. General Administration

7 Agricultural Development & Farmland Preservation Trust Fund

Provides \$2 million for the Agricultural Development and Farmland Preservation Trust Fund.

\$2,000,000 NR

8 FFA Foundation, Inc

Reduces funding for FFA Foundation, Inc.

(\$1,980) R (\$2,970) R

9 Agricultural Finance Authority Service Charge

Reduces General Fund support for the General Administration Division, replacing these funds with \$50,000 paid by the Agricultural Finance Authority for budgeting, accounting, and human resource services provided by the Division.

(\$50,000) R (\$50,000) R

D. Agronomic Services

10 Fertilizer Assessment

Replaces the General Fund appropriation with an increase in the fertilizer assessment. The fertilizer assessment will be increased from \$0.25 per ton of fertilizer to \$0.50 per ton, bringing North Carolina's assessment in line with surrounding states. All receipts from the increase will be used to support Agronomic Services.

(\$375,000) R (\$375,000) R

E. Markets

11 Got to Be NC Funding

Provides nonrecurring funding for Got to Be NC marketing. This program promotes North Carolina's farmers by helping to develop markets for North Carolina produce and products in grocery stores, restaurants, farmers markets, and other establishments. Participation in Got to Be NC by North Carolina Farmers continues to grow, and farmers report sales increases of 10 to 40 percent upon joining the Got to Be NC promotion.

\$300,000 NR

12 Farmers Markets and Ag Center Fees

(\$175,000) R

(\$175,000) R

Replaces General Fund appropriation for the Farmers Markets and Agricultural Centers with increased fees at the Farmers Markets and Ag Centers across the state.

F. Pesticides

13 Pesticide Registration Fee

(\$500,000) R

(\$500,000) R

Increases the current annual pesticide registration fee from \$100 to \$150 for each brand or grade of pesticide registered and reduces General Fund appropriations to the Pesticide Division.

G. Plant Industry

14 Plant Inspection Fees

(\$58,303) R

(\$58,303) R

Increases nursery certification and registration fees and reduces the General Fund appropriation to the Plant Industry Division. The certification fee will increase from \$10 to \$100 for the initial acre and from \$2 to \$3 for additional acres. The registration fee for nurseries will increase from \$6 to \$20.

H. Standards

15 Calibration Inspection Over-realized Receipts

(\$20,000) R

(\$20,000) R

Budgets over-realized receipts for calibration inspections services.

16 Petroleum Device Technician License Fee

(\$10,000) R

(\$10,000) R

Creates a \$20 registration fee for petroleum device technician licenses.

I. Veterinary Services

17 Animal Diagnostic Fees

(\$200,000) R

(\$200,000) R

Replaces General Fund appropriation for veterinary services with increased fees for certain animal diagnostic tests.

J. Agricultural Statistics

18 Technology Support Analyst Position

(\$30,276) R

(\$30,276) R

Eliminate funding for one W/A Technology Support Analyst within the Division of Agricultural Statistics.

-1.00

-1.00

K. Public Affairs

19 Ag in the Classroom Funding

(\$990) R

(\$1,485) R

Reduces funding for Ag in the Classroom.

L. Seed and Fertilizer

20 Seed Law Changes

(\$70,000) R (\$70,000) R

Adjusts expected receipts to reflect changes in the Seed Laws due to HB 1103. These increased receipts replace General Fund appropriation for this Division.

M. Reserves and Transfers

21 Tidewater Research Station Operating Reserve

(\$276,414) R (\$276,414) R

Eliminates the operating reserve for the Tidewater Research Station. This funding was provided in FY 2008-09 and was not needed to operate the facility.

Total Legislative Changes

(\$4,668,058) R (\$5,079,231) R

\$2,300,000 NR

Total Position Changes

-32.20 -32.20

Revised Budget

\$63,034,434 \$60,559,608

Labor

GENERAL FUND

Adjusted Continuation Budget	FY 09-10		FY 10-11	
	\$19,064,773		\$19,092,834	
Legislative Changes				
Department-Wide				
22 Adjust Continuation Budget	(\$405,676)	R	(\$433,681)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.				
23 Vacant Positions	(\$390,285)	R	(\$390,285)	R
Eliminates the following vacant positions:				
	-7.50		-7.50	
60013028 Communications & Info. Assistant	\$45,361			
60013031 Admin. Officer III	\$50,653			
60012992 Wage & Hour Investigator I	\$49,706			
60013243 OSHA Ed & Train Specialist	\$61,810			
65005115 OSHA Ed & Train Specialist	\$51,831			
65005233 OSHA Carolina Star Consultant	\$53,753			
65005234 OSHA Carolina Star Consultant	\$53,753			
60013223 Admin. Secretary II (0.5 FTE)	\$23,418			
24 Operating Expense Reductions	(\$155,877)	R	(\$155,877)	R
Reduces the following line items:				
Non-employee travel, subsistence, and education	\$1,384			
Registrations	\$19,330			
Employee Education	\$4,979			
Memberships & Subscriptions	\$16,610			
Cell Phones	\$54,328			
In-State Ground Transportation	\$3,000			
General Admin Supplies	\$2,000			
PC Equipment	\$8,000			
Other Administrative Expenses	\$20,297			
Other Equipment	\$22,000			
Eliminates the following line items:				
Office Furniture	\$3,949			
25 Salary Reserve Reduction	(\$71,048)	R	(\$71,048)	R
Reduces salary reserve and associated social security and retirement expenses in funds 1110, 1120, and 1340.				
Administrative Services				
26 General Fund Position to Receipt Support	(\$45,632)	R	(\$45,632)	R
Converts one Administrative Assistant position, associated fringe, and operating to receipt support. Receipts will be generated by the Elevator and Amusement Device Bureau, the Boiler Safety Bureau, and the OSH Division.				
	-1.00		-1.00	

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27 Administrative Officer III Position to Receipt Support

(\$77,428) R (\$77,428) R

Converts one Administrative Officer III position, associated fringe, and operating to receipt support. Receipts will be generated by the Elevator and Amusement Device Bureau, the Boiler Bureau, and the OSH Division.

-1.00 -1.00

Occupational Safety and Health

28 State Funding for Library Periodicals

(\$18,306) R (\$18,306) R

Eliminates State funding for periodicals in the DOL library.

29 Publication Fees

(\$21,325) R (\$21,325) R

Directs OSH to raise publication fees to adjust for inflation and to take a corresponding General Fund reduction. Fees were last raised February 1, 2001.

Standards and Inspections

30 Mine and Quarry Operating

(\$28,389) R (\$28,389) R

Shifts funding for operating expenses in the Mine & Quarry Bureau to federal receipts.

31 Apprenticeship Program

(\$450,000) R (\$450,000) R

Directs the Apprenticeship Program to create new fees to generate enough revenue so that the program can take a 25% reduction to General Fund support.

32 Elevator and Boiler Bureaus

Transfers the operating budgets and cash balances for the Elevator and Amusement Device Bureau and the Boiler Bureau from a special fund code to a General Fund code. The Bureaus will remain receipt supported.

Total Legislative Changes

(\$1,663,966) R (\$1,691,971) R

Total Position Changes

-9.50 -9.50

Revised Budget

\$17,400,807 \$17,400,863

Environment & Natural Resources

GENERAL FUND

	FY 09-10		FY 10-11	
Adjusted Continuation Budget	\$212,524,097		\$214,924,435	

Legislative Changes

(1.0) Department-Wide

33 Adjust Continuation Budget

Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget. Retains operating funds for the Nature Research Center, Chimney Rock State Park, Carvers Creek State Park, the Fort Macon State Park Coastal Education Center, the Raven Rock State Park Visitors Center, and Yellow Mountain State Park.

(\$8,997,314)	R	(\$10,908,885)	R
-10.00		-23.00	

34 Vacant Positions

Eliminates vacant positions within the Department.

(\$3,422,028)	R	(\$3,422,028)	R
-69.82		-69.82	

35 Operating Expense Reductions

Reduces the following line items:

Non-employee travel, subsistence, and education	\$ 7,195
Registrations	\$124,064
Workshop Travel	\$ 4,381
Workshop Subsistence	\$ 419
Employee Education	\$ 66,489
Memberships & Subscriptions	\$ 73,489
Cell Phones	\$163,914

(\$724,866)	R	(\$724,866)	R
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Eliminates the following line items:

Office Furniture	\$277,415
Honorariums	\$ 7,500

36 General Fund Positions to Receipt Support

Shifts positions currently supported by the General Fund to receipt support.

(\$1,617,030)	R	(\$1,617,030)	R
-25.40		-25.40	

(2.0) Administration

37 Fines and Penalties Administrative Expenses

Transfers the operating budget for administrative expenses related to Fines and Penalties from a special fund code to a General Fund code. The activities will remain receipt supported.

(3.0) Center for Geographic Information Analysis

38 Center for Geographic Information Analysis Transfer

Transfers two General Fund positions for NC OneMap to the Office of the State Chief Information Officer.

(\$167,549)	R	(\$167,549)	R
-2.00		-2.00	

(3.0) Environmental Health

39 Food and Lodging Inspection Fee

Adjusts the food/lodging inspection fees. Fees are currently either \$50 or \$200 and will be increased to \$75 and \$250 respectively. Fees were last increased October 1, 2002. New fee revenue will be distributed in accordance with G.S.130A-248. Fee revenue credited to the Department will be used to support operations of the Division and will allow the Division to take a corresponding General Fund reduction.

(\$250,000)	R	(\$250,000)	R
-0.50		-0.50	

40 Tick-borne Disease Funding Transfer

Transfers \$139,802 from the Department of Health and Human Services to continue tick-borne disease work within the Division of Environmental Health.

\$139,802	R	\$139,802	R
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41 Radiation Protection Section

Requires that the Radiation Protection section become entirely receipt supported by 2010-11. Reduces General Fund support by 50% in FY 2009-10 and eliminates all General Fund support in FY 2010-11. Moves 11.0 positions from the General Fund to receipt support in FY 2010-11.

(\$406,621)	R	(\$813,242)	R
		-11.00	

42 General Fund Support to Receipt Support

Shifts funding for rent for the Division's main office to a federal grant.

(\$61,724)	R	(\$61,724)	R
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(3.0) Land Resources

43 Landslide Hazard Aerial Photography

Reduces funding to landslide hazard aerial photography.

(\$60,000)	R	(\$100,000)	R
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44 County Boundary Program

Eliminates funding for the County Boundary Program.

(\$106,479)	R	(\$106,479)	R
-1.00		-1.00	

(3.0) Pollution Prevention & Enviro. Assistance

45 Solid Waste Management Trust Fund Receipts

Directs the Division to shift operating expenses to the Solid Waste Management Trust Fund (SWMTF). SWMTF began receiving new revenue in FY 2008-09 from the solid waste disposal tax, a portion of which was authorized to be used for operating expenses.

(\$225,000)	R	(\$225,000)	R
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(3.0) Waste Management

46 Inactive Hazardous Sites Cleanup Fund Receipts

Directs the Division to shift operating expenses to the Inactive Hazardous Sites Cleanup Fund. The Inactive Hazardous Sites Cleanup Fund began receiving new revenue in FY 2008-09 from the solid waste disposal tax, a portion of which was authorized to be used for operating expenses.

\$0	R	(\$300,000)	R
0.00		-3.20	

(3.0) Water Quality

47 Neuse River Rapid Response Team

Reduces funding for the Neuse River Rapid Response Team and eliminates two positions.

(\$101,439)	R	(\$101,439)	R
-2.00		-2.00	

48 Water Quality Monitoring on Ferry Vessels

Provides funds for the FerryMon Program which evaluates water quality in the Pamlico Sound and its tributary rivers using equipment attached to ferry vessels.

\$250,000	NR
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(3.0) Water Resources

49 Stream and Well Monitoring Contracts

Reduces funding for stream and well monitoring contracts by 10%. The Division is encouraged to negotiate lower rates for these contracts to compensate for the appropriation reduction.

(\$21,884)	R	(\$21,884)	R
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(4.0) Forest Resources

50 Young Offenders/ BRIDGE Program

Eliminates funding for the Young Offenders/ BRIDGE program. This program is subject to continuation review.

(\$1,043,840)	R	(\$1,043,840)	R
\$1,043,840	NR	-10.00	

51 Forestry Equipment

Reduces the Division of Forest Resources' equipment budget.

(\$500,000)	R	(\$500,000)	R
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52 ARRA Funds for Wildfire Management

Recognizes the \$6,408,000 that the Division of Forest Resources will receive from the federal American Recovery and Reinvestment Act for wildfire management.

(4.0) Marine Fisheries

53 Oyster Reef Program Reduction

Reduces funding for the Oyster Reef program.

(\$250,000)	R	(\$250,000)	R
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54 Governor's Cup Special Fund Transfer

Transfers the operating budget for the Governor's Cup from a special fund code to Marine Fisheries' General Fund code. The activities will remain receipt supported.

55 Fisheries Resource Grant Program

(\$250,000) R (\$250,000) R

Reduces funds available for the Fisheries Resource Grant program by \$250,000. Of the \$750,000 remaining for the program, \$600,000 shall be used for the Sea Grant program within NCSU and \$150,000 shall be used for River Herring research.

(4.0) Office of Environmental Education

56 Administrative Assistant

(\$43,980) R (\$43,980) R

Eliminates the Administrative Assistant position that supports the Office of Environmental Education.

-1.00 -1.00

57 DENR Library

(\$90,000) R (\$90,000) R

Eliminates funding for the DENR library housed within the Office of Environmental Education. The library collection will be transferred to the State Library.

-1.00 -1.00

58 Teacher Certification Fee Special Fund Transfer

Transfers the special fund budget for the Office of Environmental Education's Teacher Certification fees to the Office's General Fund code. The Office will continue to collect the certification fee but budget these receipts and associated expenditures in the General Fund budget code.

(4.0) Parks & Recreation

59 State Park Fees

\$0 R (\$500,000) R

Reduces General Fund appropriation for State Parks and replaces these funds with an increase in fees. Potential fee changes could include increases in cabin and shelter rental rates, camping fees, and other facility use fees.

60 State Park Parking Fees

\$0 R (\$2,237,963) R

Reduces General Fund appropriation for State Parks and replaces appropriation with fees for parking. The Division of Parks and Recreation is directed to draft and implement a parking plan for State Parks.

(4.0) Soil & Water Conservation

61 Financial Assistance Funding

(\$500,000) R (\$500,000) R

Reduces funding for financial assistance within the Ag Cost Share program.

(5.0) Reserves & Transfers

62 Beaver Management Assistance Program

(\$349,000) R (\$349,000) R

Eliminates the transfer to the Wildlife Resources Commission (WRC) for the Beaver Management Assistance Program. WRC will continue to operate the program using \$349,000 in WRC revenue from funds available.

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63 Grassroots Science Museums

Reduces General Fund support for the Grassroots Science Museums.

(\$69,627) R

(\$69,627) R

64 Partnership for the Sounds

Reduces General Fund support for the Partnership for the Sounds.

(\$10,345) R

(\$10,345) R

65 Drinking Water State Revolving Fund

Provides funds to meet the 20% State match required to draw down maximum federal funds for the Drinking Water State Revolving Fund.

\$5,482,800 NR

66 Clean Water State Revolving Fund Match

Provides funds to meet the 20% State match required to draw down maximum federal funds for the Clean Water State Revolving Fund. Additional funding of \$1,544,400 will come from a transfer from the Rural Center Infrastructure Program.

\$936,600 NR

Total Legislative Changes

(\$19,128,924) R

(\$24,525,079) R

\$7,713,240 NR

Total Position Changes

-112.72

-149.92

Revised Budget

\$201,108,413

\$190,399,356

DENR-Clean Water Management Trust Fund

GENERAL FUND

	FY 09-10		FY 10-11	
Adjusted Continuation Budget	\$100,000,000		\$100,000,000	
Legislative Changes				
Clean Water Management Trust Fund				
67 Appropriation Reduction				
Reduces the appropriation to the Clean Water Management Trust Fund.	(\$50,000,000)	NR	(\$50,000,000)	NR
Total Legislative Changes	(\$50,000,000)	NR	(\$50,000,000)	NR
Total Position Changes				
Revised Budget	\$50,000,000		\$50,000,000	

Commerce

GENERAL FUND

	FY 09-10		FY 10-11	
Adjusted Continuation Budget	\$46,019,823		\$46,028,986	
Legislative Changes				
A. Department-Wide				
68 Adjust Continuation Budget	(\$1,718,394)	R	(\$1,718,394)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.				
69 Vacant Positions	(\$634,581)	R	(\$634,581)	R
Eliminates all positions vacant as of October 1, 2008.				
	-9.00		-9.00	
70 Operating Expense Reductions	(\$333,615)	R	(\$333,615)	R
Reduces the following line items:				
Non-employee travel, subsistence, and education	\$ 8,687			
Registrations	\$72,230			
Employee Education Assistance Program	\$ 645			
Employee Education	\$61,453			
Memberships & Subscriptions	\$80,910			
Cell Phones	\$69,364			
Eliminates the following line items:				
Honorariums	\$ 2,900			
Office Furniture	\$37,426			
C. Executive Aircraft				
71 Aircraft Funds	(\$250,000)	R	(\$250,000)	R
Eliminates remaining funds for aircraft purchases.				
72 Aircraft Fleet	(\$148,058)	R	(\$296,115)	R
Directs the Department of Commerce to sell the King Air plane and reduces all associated operating support. Also eliminates one pilot position. Receipts generated by the sale of the plane will be used to replace any loss in receipts resulting from a decrease in usage.				
	-1.00		-1.00	
D. MIS				
73 Transferred Positions	(\$250,000)	R	(\$250,000)	R
Eliminates the salaries, benefits, and operating support for three positions that were transferred to ITS in November 2008.				

F. Marketing

74 Marketing

Provides funds to market the State as a business destination.

\$203,885 NR

G. Business and Industry

75 International Trade Contractors in B&I

Reduces funding for International Trade Contractors in the Business and Industry Division.

(\$75,000) R

(\$75,000) R

76 Continuation Budget Funds for China Office

Moves funds appropriated for the new China Trade Office from the International Trade Division to the Business and Industry Division. These two divisions each fund one position in the trade offices. Funds for the International Trade position were appropriated in FY 2008-09. The Continuation Budget included an adjustment to provide the Business and Industry position, but the funds were appropriated to the wrong fund. This item corrects that.

\$175,000 R

\$175,000 R

H. International Trade

77 Continuation Budget Funds for China Office

Moves funds appropriated for the new China Trade Office from the International Trade Division to the Business and Industry Division. These two divisions each fund one position in the trade offices. Funds for the International Trade position were appropriated in FY 2008-09. The Continuation Budget included an adjustment to provide the Business and Industry position, but the funds were appropriated to the wrong fund. This item corrects that.

(\$175,000) R

(\$175,000) R

78 Korean Trade Office

Eliminates the General Fund appropriation for the Korean Trade Office. This office is shared with the NC Ports Authority, and can be fully supported by the Ports.

(\$12,000) R

(\$12,000) R

79 International Trade Performance Bonuses

Eliminates funding for performance bonuses for International Trade contractors.

(\$25,000) R

(\$25,000) R

I. Tourism, Film, and Sports Development

80 Heritage Tourism

Reorganizes Heritage Tourism into three regions. Each region will have one Heritage Tourism officer, and a Heritage Tourism Director will be located at the Department of Commerce. One additional position will coordinate the Blue Ridge Parkway 75th Anniversary.

(\$360,711) R

(\$360,711) R

-7.00

-7.00

81 Wine and Grape Growers Council

Transfers the Wine and Grape Growers Council to General Fund support.

\$828,000 R

\$810,000 R

3.00

3.00

L. Commerce Finance

82 Continuation Budget for JMAC

(\$5,000,000) R (\$5,000,000) R

Corrects the Continuation Budget for the Job Maintenance and Capital Development Fund (JMAC). Funds were appropriated for FY 2008-09 on a nonrecurring basis but were included in the Continuation Budget on a recurring basis. JMAC has a cash balance of \$5 million and does not need an appropriation for FY 2009-10.

83 One NC Small Business Fund

\$700,000 NR

Provides funds for the One NC Small Business Fund program, which provides matching grants to businesses that qualify for federal SBIR/STTR Incentive funds.

84 Small Business Assistance Fund

\$500,000 NR

Creates a new fund within the Department to assist small businesses with 100 or fewer employees and less than \$1 million in annual receipts. The Fund will provide loans to qualifying businesses for any of the following purposes:

- To provide emergency bridge loans; and,
- For any other purpose related to small business job preservation.

85 Green Business Fund

Section 14.12 allocates \$5 million of the funds received by the State under the American Recovery and Reinvestment Act and appropriated to the State Energy Office to the Green Business Fund. The Green Business Fund provides grants to private businesses with less than 100 employees, non-profit organizations, and State agencies to encourage the growth of a green economy in North Carolina.

M. Community Assistance

86 Main Street Solutions

\$2,000,000 NR

Creates the Main Street Solutions Fund. This program will provide grants to micropolitan cities in Tier Two and Three counties to assist with economic development projects designed to foster job creation and entrepreneurship in the State's smaller cities.

N. Industrial Commission

87 Legal Specialists to Receipt Support

(\$167,987) R (\$167,987) R

Transfers support for three legal specialists in the Commissioners' Office from General Fund to receipts.

-3.00 -3.00

88 Deputy Commissioners to Receipt Support

(\$203,760) R (\$203,760) R

Transfers support for two Deputy Commissioners from General Fund to receipts.

-2.00 -2.00

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FY 09-10

FY 10-11

O. State Energy Office

89 State Energy Office

Transfers the State Energy Office to the Department by Type I transfer.

\$3,955,819	R	\$3,403,386	R
8.00		8.00	

Total Legislative Changes

(\$4,395,287)	R	(\$5,113,777)	R
\$3,403,885	NR		

Total Position Changes

-11.00	-11.00
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Revised Budget

\$45,028,421	\$40,915,209
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Commerce - State Aid

GENERAL FUND

Adjusted Continuation Budget	FY 09-10		FY 10-11	
Legislative Changes				
90 Land Loss Prevention	(\$31,777)	R	(\$47,577)	R
Reduces the recurring pass-through appropriation for Land Loss Prevention.				
91 Institute of Minority Economic Development	(\$112,826)	R	(\$169,226)	R
Reduces the recurring pass-through appropriation for the Institute of Minority Economic Development.				
92 Association of Community Development Corporations (CDCs)	(\$43,966)	R	(\$65,966)	R
Reduces the recurring pass-through appropriation for the Association of CDCs.				
93 Minority Support Center	(\$140,151)	R	(\$210,251)	R
Reduces the recurring appropriation for the Minority Support Center. Section 14.2 provides an additional \$1 million nonrecurring for FY 2009-10 from the One NC Cash balance to further community economic development lending and support in low-wealth communities and to make capital accessible to small businesses.				
94 Community Development Initiative	(\$209,834)	R	(\$314,634)	R
Reduces the recurring pass-through appropriation for the Community Development Initiative.				
95 e-NC Authority	(\$19,800)	R	(\$29,700)	R
Reduces the recurring pass-through appropriation for the e-NC Authority.				
96 Councils of Government (COGs)	(\$398,828)	R	(\$398,828)	R
Reduces the recurring pass-through appropriation for the COGs.				
97 High Point Furniture Market	(\$17,325)	R	(\$17,325)	R
Reduces the recurring pass-through appropriation for the High Point Furniture Market.				
98 Regional Economic Development Commissions	\$5,000,000	NR		
Provides funding for the seven Regional Economic Development Commissions. Funds will be allotted to the Commissions in accordance with the formula set out in Section 14.25.				

99 Defense and Security Technology Accelerator

Provides funds for the Partnership for Defense Innovation to support the Defense and Security Technology Accelerator, a business incubator focusing on economic development opportunities in industries relating to homeland security and national defense.

\$1,000,000 NR \$1,000,000 NR

100 Biofuels Center of North Carolina

Section 14.13 allocates \$4 million of the funds received by the State under the American Recovery and Reinvestment Act and appropriated to the State Energy Office to the Biofuels Center of NC. Funds will be used for costs related to implementing the North Carolina Strategic Plan for Biofuels Leadership developed under S.L. 2006-206.

101 Biofuels Center of North Carolina

Provides funds for the Biofuels Center's cost of implementing the North Carolina Strategic Plan for Biofuels Leadership developed under S.L. 2006-206.

\$1,000,000 NR

Total Legislative Changes

(\$974,507) R (\$1,253,507) R
\$7,000,000 NR \$1,000,000 NR

Total Position Changes

Revised Budget

\$21,667,725 \$15,388,725

N.C. Biotechnology Center

GENERAL FUND

	FY 09-10		FY 10-11
Adjusted Continuation Budget	\$15,427,561		\$15,427,561
Legislative Changes			
102 Operating Reductions	(\$617,561)	R	(\$925,661)
Reduces the recurring pass-through appropriation for the Biotechnology Center.			R
Total Legislative Changes	(\$617,561)	R	(\$925,661)
Total Position Changes			
Revised Budget	\$14,810,000		\$14,501,900

Rural Economic Development Center

GENERAL FUND

	FY 09-10		FY 10-11	
Adjusted Continuation Budget	\$24,059,581		\$24,059,581	
Legislative Changes				
103 Operating Efficiencies	(\$152,145)	R	(\$227,145)	R
Reduces the core funding appropriation to the Rural Center.				
Total Legislative Changes	(\$152,145)	R	(\$227,145)	R
Total Position Changes				
Revised Budget	\$23,907,436		\$23,832,436	

DACS - Livestock Acquisition

Budget Code: 23700

	FY 2009-10	FY 2010-11
Beginning Unreserved Fund Balance	\$10,988,567	\$10,484,872
Recommended Budget		
Requirements	\$1,095,495	\$1,098,495
Receipts	\$591,800	\$591,800
Positions	0.00	0.00

Legislative Changes

Requirements:

ARRA Funds for Aquaculture Grants	\$0 R	\$0 R
Appropriates the American Recovery and Reinvestment Act funds for Aquaculture grants. All funds will be distributed through grants to eligible aquaculture farmers.	\$797,772 NR	\$0 NR
		0.00
 2150 - ARRA Funds for TEFAP	 \$0 R	 \$0 R
Appropriates the administrative American Recovery and Reinvestment Act Funds for the Emergency Food Assistance Program. The Department will also receive a substantial amount of food through ARRA to be distributed across the state.	\$776,812 NR	\$0 NR
	0.00	0.00
 Subtotal Legislative Changes	 \$0 R	 \$0 R
	\$1,574,584 NR	\$0 NR
	0.00	0.00

Receipts:

ARRA Funds for Aquaculture Grants	\$0 R	\$0 R
Appropriates the American Recovery and Reinvestment Act funds for Aquaculture grants. All funds will be distributed through grants to eligible aquaculture farmers.	\$797,772 NR	\$0 NR

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	FY 2009-10	FY 2010-11
2150 - ARRA Funds for TEFAP	\$0 R	\$0 R
Appropriates the administrative American Recovery and Reinvestment Act Funds for the Emergency Food Assistance Program. The Department will also receive a substantial amount of food through ARRA to be distributed across the state.	\$776,812 NR	\$0 NR
Subtotal Legislative Changes	\$0 R	\$0 R
	\$1,574,584 NR	\$0 NR
<hr/>		
Revised Total Requirements	\$2,670,079	\$1,098,495
Revised Total Receipts	\$2,166,384	\$591,800
Change in Fund Balance	(\$503,695)	(\$506,695)
Total Positions	0.00	0.00
<hr/>		
Unappropriated Balance Remaining	\$10,484,872	\$9,978,177

Commerce - Special

Budget Code: 24600

	FY 2009-10	FY 2010-11
Beginning Unreserved Fund Balance	\$89,336,533	\$53,123,848
Recommended Budget		
Requirements	\$182,777,229	\$182,777,229
Receipts	\$146,564,544	\$146,564,544
Positions	91.40	91.40

Legislative Changes

Requirements:

Workforce Investment Act (WIA) ARRA Funds	\$0 R	\$0 R
Appropriates federal American Recovery and Reinvestment Act (ARRA) funds for workforce development as follows:	\$79,827,136 NR	\$0 NR
	0.00	0.00
Local Workforce Development Boards: \$56.7 m		
State Administration: \$ 1.5 m		
Statewide Projects: \$ 8.1 m		
NCCCS 12 and 6 Program: \$13.5 m		
NC Grape Growers' Council	(\$900,000) R	(\$900,000) R
Transfers the operating budget for the Grape Growers' Council to General Fund support.	\$0 NR	\$0 NR
	-3.00	-3.00
Subtotal Legislative Changes	(\$900,000) R	(\$900,000) R
	\$79,827,136 NR	\$0 NR
	-3.00	-3.00

Receipts:

Workforce Investment Act (WIA) ARRA Funds	\$0 R	\$0 R
	\$79,827,136 NR	\$0 NR
NC Grape Growers' Council	(\$900,000) R	(\$900,000) R
Transfers receipts for the Grape Growers' Council to the General Fund.	\$0 NR	\$0 NR

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	FY 2009-10	FY 2010-11
Subtotal Legislative Changes	(\$900,000) R	(\$900,000) R
	\$79,827,136 NR	\$0 NR
<hr/>		
Revised Total Requirements	\$261,704,365	\$181,877,229
Revised Total Receipts	\$225,491,680	\$145,664,544
Change in Fund Balance	(\$36,212,685)	(\$36,212,685)
Total Positions	88.40	88.40
<hr/>		
Unappropriated Balance Remaining	\$53,123,848	\$16,911,163

DENR - Special

Budget Code: 24300

	FY 2009-10		FY 2010-11	
Beginning Unreserved Fund Balance	\$28,784,067		\$14,021,047	
Recommended Budget				
Requirements	\$61,821,423		\$61,821,423	
Receipts	\$47,180,496		\$47,180,496	
Positions	368.48		368.48	

Legislative Changes

Requirements:

2865 - North Carolina Aquarium Fund	\$657,770	R	\$657,769	R
Increases the operating budget for the North Carolina Aquarium Fund to reflect the transfer of the Aquarium's Special Activities and Events funds into this fund.	\$551,436	NR	\$0	NR
	0.00		0.00	
Division of Air Quality ARRA Funding	\$0	R	\$0	R
Appropriates federal American Recovery and Reinvestment Act funds to the Division of Air Quality for the diesel emissions reduction program.	\$800,000	NR	\$930,000	NR
	0.00		0.00	
Division of Water Quality ARRA Funding	\$0	R	\$0	R
Appropriates federal American Recovery and Reinvestment Act funds to the Division of Water Quality. 40% of the funds will be granted to the Councils of Government, and 60% will be used by the Division for water quality projects.	\$415,320	NR	\$279,080	NR
	0.00		0.00	
Subtotal Legislative Changes	\$657,770	R	\$657,769	R
	\$1,766,756	NR	\$1,209,080	NR
	0.00		0.00	

Receipts:

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	FY 2009-10		FY 2010-11	
Division of Air Quality ARRA Funding	\$0	R	\$0	R
Appropriates federal American Recovery and Reinvestment Act fund to the Division of Air Quality for the diesel emissions reduction program.	\$800,000	NR	\$930,000	NR
2865 - North Carolina Aquarium Fund	\$535,677	R	\$535,677	R
Increases the cash balance of this fund by adding the cash balances of the Special Activities and Events funds for the three aquariums into this budget.	\$551,436	NR	\$0	NR
Division of Water Quality ARRA Funding	\$0	R	\$0	R
Appropriates federal American Recovery and Reinvestment Act funds to the Division of Water Quality.	\$415,320	NR	\$279,080	NR
Subtotal Legislative Changes	\$535,677	R	\$535,677	R
	\$1,766,756	NR	\$1,209,080	NR
<hr/>				
Revised Total Requirements	\$64,245,949		\$63,688,272	
Revised Total Receipts	\$49,482,929		\$48,925,253	
Change in Fund Balance	(\$14,763,020)		(\$14,763,019)	
Total Positions	368.48		368.48	
<hr/>				
Unappropriated Balance Remaining	\$14,021,047		(\$741,972)	

DENR- Governor's Cup Trust

Budget Code: 24302

	FY 2009-10		FY 2010-11
Beginning Unreserved Fund Balance	\$6,566		(\$337)
Recommended Budget			
Requirements	\$9,080		\$9,080
Receipts	\$4,414		\$4,414
Positions	0.00		0.00
Legislative Changes			
Requirements:			
Governor's Cup	(\$9,080) R		(\$9,080) R
Closes this budget code and transfers the operating budget and cash balance to the Division of Marine Fisheries in General Fund budget code 14300-1315.	\$6,903 NR		\$0 NR
	0.00		0.00
Subtotal Legislative Changes	(\$9,080) R		(\$9,080) R
	\$6,903 NR		\$0 NR
	0.00		0.00
Receipts:			
Governor's Cup	(\$4,414) R		(\$4,414) R
Closes this fund and transfers the operating budget to the Division of Marine Fisheries' General Fund budget code 14300-1315.	\$0 NR		\$0 NR
Subtotal Legislative Changes	(\$4,414) R		(\$4,414) R
	\$0 NR		\$0 NR

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Revised Total Requirements	\$6,903	\$0
Revised Total Receipts	\$0	\$0
Change in Fund Balance	(\$6,903)	\$0
Total Positions	0.00	0.00

Unappropriated Balance Remaining	(\$337)	(\$337)
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Reserve for Forest Development

Budget Code: 24307

	FY 2009-10	FY 2010-11
Beginning Unreserved Fund Balance	\$0	\$0
Recommended Budget		
Requirements	\$3,212,060	\$3,212,060
Receipts	\$3,212,060	\$3,212,060
Positions	2.75	2.75
Legislative Changes		
Requirements:		
Continuation Budget Correction	(\$589,500) R	(\$589,500) R
Removes the FY 2008-09 non-recurring appropriation for the Forest Development Program included in the Continuation Budget.	\$0 NR 0.00	\$0 NR 0.00
Subtotal Legislative Changes	(\$589,500) R \$0 NR 0.00	(\$589,500) R \$0 NR 0.00

Receipts:		
Correction to Continuation Budget	(\$589,500) R	(\$589,500) R
Reduces the expected General Fund transfer for the Forest Development Program. This transfer was nonrecurring in FY 2008-09 and should not have been included in the continuation budget.	\$0 NR	\$0 NR
Subtotal Legislative Changes	(\$589,500) R \$0 NR	(\$589,500) R \$0 NR

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FY 2010-11

Revised Total Requirements	\$2,622,560	\$2,622,560
Revised Total Receipts	\$2,622,560	\$2,622,560
Change in Fund Balance	\$0	\$0
Total Positions	2.75	2.75

Unappropriated Balance Remaining	\$0	\$0
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DENR - Special

Budget Code: 24308

	FY 2009-10	FY 2010-11
Beginning Unreserved Fund Balance	\$14,436,392	\$12,002,853
Recommended Budget		
Requirements	\$33,996,265	\$33,996,265
Receipts	\$32,019,146	\$32,019,146
Positions	11.50	11.50

Legislative Changes

Requirements:

2105 - Environmental Education Certification Fees	\$0 R	\$0 R
Closes this fund and transfers the cash balance to the Office of Environmental Education's General Fund budget, 14300-1120.	\$30,899 NR 0.00	\$0 NR 0.00
2850 - Special Activities - Roanoke Island	(\$67,459) R	(\$67,459) R
Closes Roanoke Island's Special Activities fund and transfers the operating budget and cash balance to the North Carolina Aquarium Fund in 24300-2865.	\$46,151 NR 0.00	\$0 NR 0.00
2851 - Events - Roanoke Island	(\$36,018) R	(\$38,018) R
Closes Roanoke Island's Events fund and transfers the operating budget and cash balance to the North Carolina Aquarium Fund in 24300-2865.	\$98,525 NR 0.00	\$0 NR 0.00
2855 - Special Activities - Fort Fisher	(\$221,812) R	(\$221,812) R
Closes Fort Fisher's Special Activities fund and transfers the operating budget and cash balance to the North Carolina Aquarium Fund in 24300-2865.	\$86,300 NR -1.00	\$0 NR -1.00
2856 - Events - Fort Fisher	(\$108,164) R	(\$108,164) R
Closes Fort Fisher's Events fund and transfers the operating budget to the North Carolina Aquarium Fund in 24300-2865.	\$46,411 NR 0.00	\$0 NR 0.00

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	FY 2009-10		FY 2010-11	
2860 - Special Activities - Pine Knoll Shores	(\$121,922)	R	(\$121,922)	R
Closes Pine Knoll Shores' Special Activities fund and transfers the operating budget and cash balance to the North Carolina Aquarium Fund in 24300-2865.	\$107,487	NR	\$0	NR
	0.00		0.00	
2861 - Events - Pine Knoll Shores	(\$102,395)	R	(\$102,395)	R
Closes Pine Knoll Shores' Events fund and transfers the operating budget and the cash balance to the North Carolina Aquarium Fund in 24300-2865.	\$162,739	NR	\$0	NR
	0.00		0.00	
Subtotal Legislative Changes	(\$657,770)	R	(\$659,770)	R
	\$578,512	NR	\$0	NR
	-1.00		-1.00	

Receipts:

2850 - Special Activities - Roanoke Island	(\$64,992)	R	(\$64,992)	R
Closes Roanoke Island's Special Activities fund and transfers the operating budget to the North Carolina Aquarium Fund in 24300-2865.	\$0	NR	\$0	NR
2851 - Events - Roanoke Island	(\$27,114)	R	(\$27,114)	R
Closes Roanoke Island's Events fund and transfers the operating budget and cash balance to the North Carolina Aquarium Fund in 24300-2865.	\$0	NR	\$0	NR
2855 - Special Activities - Fort Fisher	(\$160,461)	R	(\$160,461)	R
Closes Fort Fisher's Special Activities fund and transfers the operating budget to the North Carolina Aquarium Fund in 24300-2865.	\$0	NR	\$0	NR
2856 - Events - Fort Fisher	(\$58,793)	R	(\$58,793)	R
Closes Fort Fisher's Events fund and transfers the operating budget to the North Carolina Aquarium Fund in 24300-2865.	\$0	NR	\$0	NR
2860 - Special Activities - Pine Knoll Shores	(\$121,922)	R	(\$121,922)	R
Closes Pine Knoll Shores' Special Activities fund and transfers the operating budget to the North Carolina Aquarium Fund in 24300-2865.	\$0	NR	\$0	NR

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	FY 2009-10	FY 2010-11
2861 - Events - Pine Knoll Shores	(\$102,395) R	(\$102,395) R
Closes Pine Knoll Shores' Events fund and transfers the operating budget to the North Carolina Aquarium Fund in 24300-2865.	\$0 NR	\$0 NR
Subtotal Legislative Changes	(\$535,677) R	(\$535,677) R
	\$0 NR	\$0 NR
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Revised Total Requirements	\$33,917,007	\$33,336,495
Revised Total Receipts	\$31,483,469	\$31,483,469
Change in Fund Balance	(\$2,433,538)	(\$1,853,026)
Total Positions	10.50	10.50
<hr/>		
Unappropriated Balance Remaining	\$12,002,853	\$10,149,827

DENR - Special Revenue - GF

Budget Code: 24317

	FY 2009-10	FY 2010-11
Beginning Unreserved Fund Balance	\$1,927,955	\$1,927,955
Recommended Budget		
Requirements	\$7,605,614	\$7,605,614
Receipts	\$6,833,634	\$6,833,634
Positions	2.00	2.00

Legislative Changes

Requirements:

2339 - ADM Fines & Penalties	(\$1,582,499) R	(\$1,582,499) R
Transfers this fund to a General Fund code and permanently closes the special fund.	\$0 NR	\$0 NR
	-2.00	-2.00
Subtotal Legislative Changes	(\$1,582,499) R	(\$1,582,499) R
	\$0 NR	\$0 NR
	-2.00	-2.00

Receipts:

2339 - ADM Fines & Penalties	(\$810,519) R	(\$810,519) R
Transfers this special fund to a General Fund code and permanently closes the special fund.	\$0 NR	\$0 NR
Subtotal Legislative Changes	(\$810,519) R	(\$810,519) R
	\$0 NR	\$0 NR

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	FY 2009-10	FY 2010-11
Revised Total Requirements	\$6,023,115	\$6,023,115
Revised Total Receipts	\$6,023,115	\$6,023,115
Change in Fund Balance	\$0	\$0
Total Positions	0.00	0.00
Unappropriated Balance Remaining	\$1,927,955	\$1,927,955

DENR Commercial LUST Cleanup

Budget Code: 64305

	FY 2009-10	FY 2010-11
Beginning Unreserved Fund Balance	\$69,991,212	\$55,754,572
Recommended Budget		
Requirements	\$42,741,876	\$42,741,876
Receipts	\$28,505,236	\$28,505,236
Positions	8.00	8.00

Legislative Changes

Requirements:

Leaking Underground Storage Tanks ARRA Funding	\$0 R	\$0 R
Appropriates federal American Recovery and Reinvestment Act funds to the Division of Waste Management for the Commercial Leaking Underground Storage Tank program.	\$3,777,000 NR 0.00	\$3,777,000 NR 0.00
Subtotal Legislative Changes	\$0 R \$3,777,000 NR 0.00	\$0 R \$3,777,000 NR 0.00

Receipts:

Leaking Underground Storage Tanks ARRA Funding	\$0 R	\$0 R
Appropriates federal American Recovery and Reinvestment Act funds to the Division of Waste Management for the Commercial Leaking Underground Storage Tank Program.	\$3,777,000 NR	\$3,777,000 NR
Subtotal Legislative Changes	\$0 R \$3,777,000 NR	\$0 R \$3,777,000 NR

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	FY 2009-10	FY 2010-11
Revised Total Requirements	\$46,518,876	\$46,518,876
Revised Total Receipts	\$32,282,236	\$32,282,236
Change in Fund Balance	(\$14,236,640)	(\$14,236,640)
Total Positions	8.00	8.00
Unappropriated Balance Remaining	\$55,754,572	\$41,517,932

DENR Water Pollution Revolving Loan

Budget Code: 64311

	FY 2009-10	FY 2010-11
Beginning Unreserved Fund Balance	\$251,284,798	\$251,284,798
Recommended Budget		
Requirements	\$60,491,575	\$60,491,575
Receipts	\$60,491,575	\$60,491,575
Positions	1.00	1.00

Legislative Changes

Requirements:

Clean Water SRF ARRA Funding	\$0	R	\$0	R
Appropriates federal American Recovery and Reinvestment Act funds to the Division of Water Quality for the Clean Water State Revolving Loan Fund.	\$46,864,550	NR	\$23,864,550	NR
	0.00		0.00	
Subtotal Legislative Changes	\$0	R	\$0	R
	\$46,864,550	NR	\$23,864,550	NR
	0.00		0.00	

Receipts:

Clean Water SRF ARRA Funding	\$0	R	\$0	R
Appropriates federal American Recovery and Reinvestment Act funds to the Division of Water Quality for the Clean Water State Revolving Loan Fund.	\$46,864,550	NR	\$23,864,550	NR
Subtotal Legislative Changes	\$0	R	\$0	R
	\$46,864,550	NR	\$23,864,550	NR

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	FY 2009-10	FY 2010-11
Revised Total Requirements	\$107,356,125	\$84,356,125
Revised Total Receipts	\$107,356,125	\$84,356,125
Change in Fund Balance	\$0	\$0
Total Positions	1.00	1.00
Unappropriated Balance Remaining	\$251,284,798	\$251,284,798

DENR Drinking Water SRF

Budget Code: 64320

	FY 2009-10	FY 2010-11
Beginning Unreserved Fund Balance	\$39,607,712	\$38,490,478
Recommended Budget		
Requirements	\$24,559,165	\$24,559,165
Receipts	\$23,441,931	\$23,441,931
Positions	14.00	14.00

Legislative Changes

Requirements:

Drinking Water SRF ARRA Funding	\$0 R	\$0 R
Appropriates federal American Recovery and Reinvestment Act funds to the Division of Environmental Health for the Drinking Water State Revolving Loan Fund.	\$43,750,000 NR 0.00	\$21,875,000 NR 0.00
Subtotal Legislative Changes	\$0 R \$43,750,000 NR 0.00	\$0 R \$21,875,000 NR 0.00

Receipts:

Drinking Water SRF ARRA Funding	\$0 R	\$0 R
Appropriates federal American Recovery and Reinvestment Act funds to the Division of Environmental Health for the Drinking Water State Revolving Loan Fund.	\$43,750,000 NR	\$21,875,000 NR
Subtotal Legislative Changes	\$0 R \$43,750,000 NR	\$0 R \$21,875,000 NR

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	FY 2009-10	FY 2010-11
Revised Total Requirements	\$68,309,165	\$46,434,165
Revised Total Receipts	\$67,191,931	\$45,316,931
Change in Fund Balance	(\$1,117,234)	(\$1,117,234)
Total Positions	14.00	14.00
Unappropriated Balance Remaining	\$38,490,478	\$37,373,244

Labor - Special Funds

Budget Code: 23800

	FY 2009-10	FY 2010-11
Beginning Unreserved Fund Balance	\$2,505,900	\$445,985
Recommended Budget		
Requirements	\$5,863,525	\$5,863,525
Receipts	\$5,863,525	\$5,863,525
Positions	68.00	68.00
Legislative Changes		
Requirements:		
2320 - Elevator Inspection Bureau Cash Balance	\$0 R	\$0 R
Transfers the Elevator Inspection Bureau cash balance to the appropriate General Fund fund code for the Elevator bureau.	\$1,379,036 NR	\$0 NR
	0.00	0.00
2310 - Boiler Inspection Bureau Cash Balance	\$0 R	\$0 R
Transfers the cash balance from the Boiler Inspection Bureau to the appropriate General Fund fund code for Boilers.	\$578,813 NR	\$0 NR
	0.00	0.00
2422 - Pre-Apprenticeship	\$0 R	\$0 R
Transfers the cash balance from the Pre-Apprenticeship special fund to the General Fund to be used by the Apprenticeship Program (13800 1420) in FY 2009-10. After this transfer, the fund will be permanently closed.	\$102,066 NR	\$0 NR
	0.00	0.00
2320 - Elevator Inspection Bureau	(\$3,414,118) R	(\$3,414,118) R
Transfers the Elevator Inspection Bureau operating budget from a special fund code to a General Fund code.	\$0 NR	\$0 NR
	-44.00	-44.00
2310 - Boiler Inspection Bureau	(\$2,049,087) R	(\$2,049,087) R
Transfers the Boiler Inspection Bureau operating budget from a special fund code to a General Fund code.	\$0 NR	\$0 NR
	-24.00	-24.00

Conference Report on the Continuation, Capital and Expansion Budget

	FY 2009-10		FY 2010-11	
Subtotal Legislative Changes	(\$5,463,205)	R	(\$5,463,205)	R
	\$2,059,915	NR	\$0	NR
	-68.00		-68.00	
<hr/>				
Receipts:				
2320 - Elevator Inspection Bureau	(\$3,414,118)	R	(\$3,414,118)	R
Transfers the Elevator Inspection Bureau from a special fund code to a General Fund code.	\$0	NR	\$0	NR
2310 - Boiler Inspection Bureau	(\$2,049,087)	R	(\$2,049,087)	R
Transfers the Boiler Inspection Bureau from a special fund code to a General Fund code.	\$0	NR	\$0	NR
Subtotal Legislative Changes	(\$5,463,205)	R	(\$5,463,205)	R
	\$0	NR	\$0	NR
<hr/>				
Revised Total Requirements	\$2,460,235		\$400,320	
Revised Total Receipts	\$400,320		\$400,320	
Change in Fund Balance	(\$2,059,915)		\$0	
Total Positions	0.00		0.00	
<hr/>				
Unappropriated Balance Remaining	\$445,985		\$445,985	

Wildlife Resources - Operating

Budget Code: 24350

	FY 2009-10	FY 2010-11
Beginning Unreserved Fund Balance	\$659,630	\$659,630
Recommended Budget		
Requirements	\$65,680,466	\$65,362,400
Receipts	\$65,680,466	\$65,362,400
Positions	652.50	652.50
Legislative Changes		
Requirements:		
Sales Tax Transfer	\$0 R	\$0 R
Reduces the sales tax transfer to the Wildlife Resources Commission to reflect the cap of \$21.5 million.	(\$2,746,962) NR 0.00	(\$2,746,962) NR 0.00
Subtotal Legislative Changes	\$0 R (\$2,746,962) NR 0.00	\$0 R (\$2,746,962) NR 0.00
Receipts:		
Sales Tax Transfer	\$0 R	\$0 R
Reduces the sales tax transfer to the Wildlife Resources Commission to reflect the cap of \$21.5 million.	(\$2,746,962) NR	(\$2,746,962) NR
Subtotal Legislative Changes	\$0 R (\$2,746,962) NR	\$0 R (\$2,746,962) NR

Conference Report on the Continuation, Capital and Expansion Budget

	FY 2009-10	FY 2010-11
Revised Total Requirements	\$62,933,504	\$62,615,438
Revised Total Receipts	\$62,933,504	\$62,615,438
Change in Fund Balance	\$0	\$0
Total Positions	652.50	652.50
Unappropriated Balance Remaining	\$659,630	\$659,630

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JUSTICE
&
PUBLIC SAFETY
Section I

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Judicial

GENERAL FUND

Adjusted Continuation Budget	FY 09-10		FY 10-11	
	\$497,649,235		\$507,638,940	

Legislative Changes

Administration

1 Reduce Information Technology Funding	(\$977,499)	R	(\$977,499)	R
The budget for information and other technology services is reduced.				

Department-Wide

2 Adjust Continuation Budget	(\$18,767,758)	R	(\$28,031,544)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.				
3 Eliminate Telephone System Line Items	(\$3,927,583)	R	(\$3,927,583)	R
SL 2007-108 authorized a new fee to pay for judicial and county courthouse telephone systems. Therefore, the continuation budget line items for telephone upgrades, maintenance, equipment, and operations are eliminated.				
4 Contractual Services	(\$1,254,146)	R	(\$1,254,146)	R
Funding for contractual services are reduced by 5 percent below the FY 2008-09 authorized level.				
5 Eliminate Vacant Positions	(\$2,022,306)	R	(\$2,022,306)	R
47 vacant positions in administration and courthouses state-wide are eliminated. AOC shall consider caseload and other factors when determining which positions are to be eliminated.				
	-47.00		-47.00	

District Attorneys

6 Divide Prosecutorial District 11 into 11A and 11B			\$164,459	R
Funding is provided to Prosecutorial District 11 (Harnett, Johnston, Lee) effective January 15, 2011. The following positions are provided effective January 15, 2011:				
District Attorney 1.0				
DA Admin. Asst III 1.0				
DA Investigator 1.0				
			3.00	

Equipment and Other Reserves

7 Freeze Step Increases for Magistrates and Clerks	(\$2,324,864)	NR	(\$6,390,013)	NR
Freeze the step increase for the salaries of Magistrates and Clerks for FY 2009-11.				

8 Evaluation & Training to Improve Court Operations

Governor's recommendation: \$750,000 to be made available through the American Reinvestment and Recovery Act (Byrne/JAG Formula Program) for evaluation of court processes and procedures and developing best practices for effective programs. In addition, this funding will support continuing education and basic systems training for court professionals and those who interface with court systems. Training is especially critical to ensure the timely implementation of NCAWARE, a statewide warrant repository. The allocation of this funding will be made under the authority of the Governor's Crime Commission, the State administrator of the Byrne/JAG Formula Program.

Trial Courts

9 Dispute Resolution Centers Funding

(\$399,829) R (\$399,829) R

Reduce funding for the dispute resolution centers and the Mediation Network of North Carolina by 25 percent.

10 Reduce Pass-Through Funding to the NC State Bar

(\$375,000) R (\$375,000) R

Reduce the continuation budget pass-through funding to the NC State Bar as follows:

- Civil Justice Act: (\$250,000)
- Financial Protection Law Center: (\$25,000)
- Land loss Protection Center: (\$100,000)

11 Eliminate Superior Court Judge Travel Allowance

(\$672,000) R (\$672,000) R

Funding for the \$7,000 annual travel allowance for each Superior Court Judge is eliminated from the continuation budget. Superior Court Judges' travel expenses shall be paid on a reimbursement basis from the Trial Court Division's travel budget.

Total Legislative Changes	(\$28,396,121)	R	(\$37,495,448)	R
	(\$2,324,864)	NR	(\$6,390,013)	NR
Total Position Changes	-47.00		-44.00	
Revised Budget	\$466,928,250		\$463,753,479	

Judicial - Indigent Defense

GENERAL FUND

	FY 09-10		FY 10-11	
Adjusted Continuation Budget	\$133,881,190		\$132,320,396	
Legislative Changes				
Department-Wide				
12 Contractual Services	(\$369,208)	R	(\$369,208)	R
Funding for contractual services, excluding PAC contracts, is reduced 5 percent below the FY 2008-09 authorized level.				
Indigent Defense Services				
13 Reduce Aid to Center of Death Penalty Litigation	(\$25,075)	R	(\$25,075)	R
Funding for the Center for Death Penalty Litigation contract is reduced by 5 percent.				
14 Reduce Prisoner Legal Services Funds	(\$62,204)	R	(\$62,204)	R
Funding provided for the Prisoner Legal Services contract is reduced.				
Indigent Person Attorney				
15 Adjust the PAC Continuation Budget	(\$3,500,000)	R	(\$8,500,000)	R
The continuation budget for the Private Attorney Fund includes increases of \$16.1 million in FY 2009-10 and \$14.3 million in FY 2010-11. The recurring continuation increases are reduced. Non-recurring funds are provided to address the backlog of unpaid claims carried over from FY2008-09.				
	\$7,000,000	NR		
Public Defender Services				
16 Eliminate Vacant Positions	(\$602,270)	R	(\$602,270)	R
The following vacant positions are eliminated:				
	-6.00		-6.00	
Asst Capital Defender (3.0)				
Appellate Defender (1.0)				
Assistant Public Defender (2.0)				
Sentencing Services				
17 Sentencing Services Program	(\$394,444)	R	(\$394,444)	R
Funding for the Sentencing Services Program is reduced.				
18 Continuation Review - Sentencing Services Program	(\$2,235,185)	R	(\$2,235,185)	R
Funding is provided for the Sentencing Services Program for FY 2009-10 only. Restoration of FY 2010-11 funds is subject to the findings of the Continuation Review.				
	\$2,235,185	NR		-11.50

Total Legislative Changes	(\$7,188,386) R	(\$12,188,386) R
	\$9,235,185 NR	
Total Position Changes	-6.00	-17.50
Revised Budget	\$135,927,989	\$120,132,010

Justice

GENERAL FUND

	FY 09-10		FY 10-11	
Adjusted Continuation Budget	\$100,441,147		\$101,047,019	

Legislative Changes

Administration

19 Shift Administrative Position to Receipt Support	(\$44,215)	R	(\$44,215)	R
Governor's recommendation that an appropriated administrative position be shifted to receipt support. This position will now be funded by receipts generated through administrative charges from grants, cost of collection for DPI school penalties, Private Protective Services operating receipts, and Justice Academy Bookstore receipts	-1.00		-1.00	

Criminal Justice Training and Standards - CJTS

20 Reduce CJTS Operating Funds	(\$950,391)	R	(\$1,900,782)	R
Reduction in operating funds for the Criminal Justice Training and Standards Division. This reduction will be offset by receipts from a new \$2.00 fee to support the division.				

Department-wide

21 Adjust Continuation Budget Line Items	(\$3,562,180)	R	(\$4,106,298)	R
The continuation budget is adjusted to remove increases for maintenance agreements, legal services, and miscellaneous contractual services.				
22 Reduce Various Operating Accounts	(\$215,000)	R	(\$215,000)	R
Governor's recommendation that funding for various operating accounts be reduced across the agency.				
23 Eliminate 48 Agency Positions	(\$2,562,782)	R	(\$2,562,782)	R
Through the elimination of some vacant and filled positions, the agency's total authorized staffing level is reduced by 48 FTE positions.	-48.00		-48.00	

Legal Services

24 Reduce NCLEAF Funding	(\$125,000)	R	(\$125,000)	R
Reduction in funding for the North Carolina Legal Education Assistance Foundation (NCLEAF).				
25 Shift Consumer Protection Positions to Receipts	(\$1,333,242)	R	(\$1,333,242)	R
Shifts 21 positions in the Consumer Protection Program from General Fund appropriation to receipt support. Receipts associated with court orders and legal consumer settlements will be used to fund these positions.	-21.00		-21.00	

26 Maximization of Medicaid Fraud Recovery Efforts

(\$168,566) R (\$168,566) R

Reduction in the General Fund appropriation for the Medicaid Fraud Unit. This reduction will be offset by the program's efforts to maximize recovery fees and related administrative receipts.

State Bureau of Investigation - SBI

27 Reduce SBI Overtime Budget

(\$121,841) R (\$121,841) R

Reduction the SBI overtime budget.

28 Reduce Vehicle Replacement Budget

(\$342,303) R (\$342,303) R

Reduction in the SBI vehicle replacement budget.

29 Reduce Telecommunication Service Charges

(\$459,599) R (\$459,599) R

Governor's recommendation that telecommunication service charges be reduced by providing all connections to criminal databases through secure internet connections.

30 Reduce SBI Equipment Budget

(\$442,368) R (\$442,368) R

Reduction in the SBI equipment budget.

31 Eliminate the Fingerprint Card Program

(\$15,696) R (\$15,696) R

Governor's recommendation that the fingerprint card program be eliminated now that all 100 counties have access to the Statewide fingerprint Identification System (SAFIS), which utilizes live scan devices.

32 Shift IT Positions to Receipt Support

(\$165,905) R (\$165,905) R

Governor's recommendation that two appropriated Information Technology positions be shifted to receipt support. These positions will now be funded through user fees associated with the criminal databases that these positions support.

-2.00

-2.00

33 Increase SBI Crime Lab Fee

(\$195,442) R (\$390,884) R

Governor's recommendation that the fee assessed on convicted criminals to recover the cost of SBI Crime Lab analysis be increased from \$300 to \$600. DWI cases make up a large percentage of the total revenue generated from this fee.

34 Expand GangNet

Governor's report on the use of funding of up to \$1.8 million to be made available through the American Reinvestment and Recovery Act (Byrne/JAG Formula Program) for an expansion of the GangNet intelligence information database. The database will be expanded to include probation officers, the State Bureau of Investigation, the State's Homeland Security Intelligence Network and the NC Justice Xchange, which facilitates criminal integration by allowing the exchange of information throughout the criminal justice community. These efforts will be coordinated with Durham County and Charlotte-Mecklenburg, which administer the GangNet eastern and western nodes, respectively. The allocation of this funding will be made under the authority of the Governor Crime Commission, the state administrator of the Byrne/JAG Formula Program.

35 Federal Funds to Expedite Criminal and Drug Cases

Governor's report on the use of funding of up to \$500,000 to be made available through the American Reinvestment and Recovery Act (Byrne/JAG Formula Program) to support overtime expenditures required to expedite methamphetamine and violent crime investigations. This funding will be made under the authority of the Governor's Crime Commission, the state administrator of the Byrne/JAG Program.

Total Legislative Changes	(\$10,704,530)	R	(\$12,394,481)	R
Total Position Changes	-72.00		-72.00	
Revised Budget	\$89,736,617		\$88,652,538	

Juvenile Justice & Delinquency Prevention

GENERAL FUND

	FY 09-10		FY 10-11	
Adjusted Continuation Budget	\$172,484,415		\$172,651,108	

Legislative Changes

36 Adjust Continuation Budget	(\$7,853,573)	R	(\$6,067,225)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.				

Administration

37 Eliminate Seven Central Office Positions	(\$426,955)	R	(\$426,955)	R
The Governor recommends eliminating seven central office positions, including one human resources position, one webmaster position, one administrative secretary, one information technology project manager, and three facility investigators. These eliminations are a combination of filled and vacant positions				
	-7.00		-7.00	

38 Reduce Appropriation for Furniture	(\$218,393)	NR	(\$218,393)	NR
The Governor recommends funding for furniture be reduced on a nonrecurring basis.				

39 Reduce Legal Services	(\$58,848)	R	(\$58,848)	R
Reduce the continuation budget for Legal Services.				

Center for the Prevention of School Violence

40 Eliminate the CPSV	(\$481,225)	R	(\$481,225)	R
Eliminate funding for the Center for the Prevention of School Violence (CPSV). According to the Department, this division serves as a resource center and "think tank" for schools. These functions are not part of the core mission of the Department.				
	-6.00		-6.00	

Department wide

41 Gang Prevention and Intervention Pilot Program				
The Governor recommends using \$6 million from the American Reinvestment and Recovery Act for the implementation of a two-year Gang Prevention and Intervention Pilot Program. This program will focus on youth at-risk for gang involvement and those who are already associated with gangs and gang activity. The pilot program will serve Cabarrus, Mecklenburg, Nash, Edgecombe, Wilson, and Halifax Counties.				

42 Reduce equipment

Reduce the continuation budget for equipment. The Department opened four new YDCs in 2008 and the need for new equipment has declined.

(\$500,000) NR (\$500,000) NR

43 Contractual Services

Funding for contractual services are reduced by 5 percent below the FY 2008-09 authorized level. This reduction does not apply to Eckerd Wilderness Camps or the Multi Purpose Groups Homes, which have been reduced elsewhere.

(\$316,048) R (\$316,048) R

44 Eliminate vacant positions

Eliminate 25 positions that have been vacant for a year or longer. The Department has the flexibility to identify the positions to eliminate.

(\$974,956) R (\$974,956) R
-25.00 -25.00

Intervention/Prevention

45 Eliminate Alternative to Detention Contract

The Governor recommends eliminating the Alternative to Detention Contract, which provides short-term emergency placement of juveniles through a local provider in District 23 and District 28.

(\$43,885) R (\$43,885) R

46 Eliminate Pass-Through Funding-Boys & Girls Club

Eliminate pass-through funding to eight Boys & Girls Clubs that received a special appropriation of \$50,000 each that was used as part of a match for grant funds that the clubs no longer receive.

(\$400,000) R (\$400,000) R

47 Reduce Pass-Through Funding- Project Challenge

Reduces administrative funding for Project Challenge. This reduction will not affect the direct services Project Challenge provides in the 33 counties it operates.

(\$32,000) R (\$32,000) R

48 Additional Juvenile Court Counselors

The Governor recommends using \$1.5 million from the American Reinvestment and Recovery Act to fund 12 new court counselors and 2 new supervisors. These positions will be time limited.

Special Initiatives

49 Reduce Eckerd Wilderness Camp contract

Reduce the Eckered Camp contract, which would close two of seven camps.

(\$2,768,714) R (\$2,768,714) R

50 Close the Alamance Multi-Purpose Home

The Governor recommends closing the Alamance Multi-Purpose Home because of low capacity and low utilization.

(\$600,000) R (\$600,000) R

51 Eliminate Funding for Governor's 1 on 1

Eliminate funding for the Governor's One on One mentoring program. This program serves lower risk youth in 46 counties and these programs would be eligible for JCPC funds.

(\$1,645,545) R (\$1,645,545) R

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52 Reduce Pass-Through Funding for the JAC

(\$41,359) R

(\$41,359) R

Reduce pass-through funding for the Juvenile Assessment Center by 25%.

Support Our Students

53 Eliminate SOS program

(\$6,627,532) R

(\$6,627,532) R

The Governor recommends eliminating funding for the Support Our Students program, including the elimination of three filled positions. There are other sources of funding for afterschool programs, including from the Department of Public Instruction.

-3.00

-3.00

Youth Development Centers

54 Eliminate Youth Development Center positions

(\$948,994) R

(\$948,994) R

The Governor recommends eliminating 19 vacant Youth Development Center positions. The positions are located at Dillon, Cabarrus, Edgecombe, and Chatham Youth Development Centers.

-19.00

-19.00

55 Eliminate the Treatment Training Reserve

(\$250,000) R

(\$250,000) R

Eliminate the treatment training reserve in the continuation budget, which was established to aid the Department in its efforts to train staff in their therapeutic treatment model.

56 Close the Samarkand YDC

(\$2,641,465) R

(\$3,521,954) R

Effective September 1, 2009, close the Samarkand YDC. In 2008, the Department opened four new replacement YDCs.

-62.00

-62.00

Total Legislative Changes

(\$26,111,099) R

(\$25,205,240) R

(\$718,393) NR

(\$718,393) NR

Total Position Changes

-122.00

-122.00

Revised Budget

\$145,654,923

\$146,727,475

Correction

GENERAL FUND

Adjusted Continuation Budget	FY 09-10		FY 10-11	
	\$1,384,910,571		\$1,406,791,264	
Legislative Changes				
57 ARRA Fiscal Stabilization Funds				
Allocation of the Federal ARRA recovery fund credit.	(\$12,926,135)	NR	(\$12,926,135)	NR
58 Reduces Continuation Budget Increases	(\$15,000,000)	R	(\$6,000,000)	R
Reduces continuation budget increases in the Department's base budget.				
59 Reduce Miscellaneous Contracts	(\$995,960)	R	(\$995,960)	R
Reduces the Department's Miscellaneous Contracts line item, Fund Code 2199, by 5%.				
60 Eliminate Vacant Positions	(\$3,763,800)	R	(\$7,527,600)	R
Eliminates 100 vacant positions within the Department of Correction in FY 2009-10 and 200 positions in 2010-11.	-100.00		-200.00	
61 Eliminate 87 Positions	(\$4,369,668)	R	(\$4,369,668)	R
Eliminates 87 positions throughout the Department of Correction, adding up to \$4,369,668 in reductions.	-87.00		-87.00	
62 Increase Federal Alien Assistance Receipts	(\$872,000)	NR		
Governor's Recommendation: the State Criminal Alien Assistance Program (SCAAP) makes federal funds available to states for the purpose of recouping costs associated with incarcerating undocumented aliens. The Department of Correction anticipates future funding from this program will exceed its current budget, and increases the budgeted amount for this receipt line item.				
63 Reduce Jail Misdemeanant Payments	(\$10,000,000)	R	(\$10,000,000)	R
Eliminates the requirement that DOC pay \$18 per offender per day to counties as a subsidy for holding inmates with sentences greater than 30 days but less than 90.				
64 Reduce Women at Risk	(\$87,500)	R	(\$87,500)	R
Reduces pass-through appropriation to Women at Risk by 25%.				
65 Reduce Harriet's House	(\$68,750)	R	(\$68,750)	R
Reduces pass-through appropriation to Harriet's House by 25%				

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66 Reduce Summit House

Reduces pass-through appropriation to Summit House by 10%

(\$123,129) R (\$123,129) R

67 Reduce Our Children's Place

Reduces pass-through appropriation for Our Children's Place by 25%.

(\$36,500) R (\$36,500) R

68 Eliminate Assistant Secretary

Eliminates the position of Assistant Secretary for Program Development. This position's primary function is to seek federal grants for the Department. This function can be performed by the Office of Research and Planning, and financial oversight of grants is performed by the DOC Controller's Office.

(\$89,046) R (\$89,046) R
-1.00 -1.00

Community Corrections

69 Reorganize Community Corrections Districts

Reduces the number of Judicial District Manager offices by 14. Allows the Department to recombine districts to achieve this reduction.

(\$778,081) R (\$1,037,431) R
-14.00 -14.00

70 Expand Chief Probation Parole Officer Positions

Provides funding for an additional 18 Chief Probation Parole Officer (CPPO) positions. This expansion supports recommendations from the National Institute of Corrections 2008 report to improve the span of control between supervisors and field officers. The Division's goal is to have a 7:1 ratio between supervisors and field officers. Eighteen positions will be effective October 1, 2009.

\$1,383,273 R \$1,383,273 R
18.00 18.00

71 Eliminate DCC Lease Payments

Requires counties to provide suitable office space for probation offices pursuant to GS 15-209.

(\$1,184,849) R (\$2,349,849) R

72 Community Corrections Intake Officers

The Governor reports on the use of funding of up to \$1.23 million to be made available through the American Reinvestment and Recovery Act for new Community Corrections Intake Officer positions. These positions will perform court intake duties and administrative functions in urban areas where court dockets currently require significant time commitments from Probation/Parole Officers. As recommended in the recent National Institute of Corrections report, these new positions will enable Probation/Parole Officers to dedicate more time to monitoring offenders under their supervision and less time performing administrative functions.

73 VIPER Radios for Improved Community in DCC

The Governor recommends using \$1.3 million from the American Reinvestment and Recovery Act for the purchase of 406 VIPER (interoperable communications) radios to be deployed to those Division of Community Corrections offices within the current VIPER service area.

Engineering

74 Shift Construction Contracts to Receipt Support

Governor's Recommendation: funds contracts for oversight of Inmate Construction Program from the special indebtedness funding new prison construction.

(\$200,000)	R	(\$200,000)	R
(\$600,000)	NR	(\$600,000)	NR

Prisons

75 Close Seven Prisons

Seven prisons are to be closed during the course of the 2009-10 Fiscal Year.

(\$8,442,814)	R	(\$22,330,604)	R
-516.00		-516.00	

McCain Correctional Hospital Will close on April 1, 2010. To maintain services associated with McCain, Hoke (April 1) and Odom (February 1) Correctional Institutions will be converted from medium custody to minimum, eliminating 155 positions. Additionally, Nash (October 1) and Pamlico (March 1) Correctional Institutions, both medium custody, will be double-celled with 99 additional positions.

Umstead Correctional Center will be closed on October 1, 2009, and Guilford Correctional Center will be closed on November 1, 2009, with a position reduction of 95. Lincoln Correctional will be converted to minimum custody on September 1, 2009, and Warren Correctional will be double-celled for medium custody inmates on November 1, 2009. Lincoln will lose 28 positions and Warren will gain 18.

The Wilmington Residential Facility for Women will close on September 1, 2009. The reduction for Wilmington is reduced by \$168,740 in the first year of the biennium to allow for ten additional contractual beds at the Center for Community Transitions in Charlotte.

Gates and Union Correctional Centers will close on October 1, 2009, with a total position reduction of 68.

Cleveland Correctional Center will close on December 1, 2009, with a reduction in positions of 50. Craven Correctional Institution will be double-celled effective December 1 with a position increase of 7.

76 Eliminate Gym and Visitation Posts

Reduces post assignments in prison facilities for gymnasium and visitation duties. This will require some reorganization within individual units.

(\$4,027,332)	R	(\$4,027,332)	R
-107.00		-107.00	

77 Eliminate Community Work Crews

Eliminates 127 work crews that provide labor for State and local governmental entities at no cost, as well as providing occupational development for inmates, and 127 associated officer positions. The DOC may charge actual cost to governmental entities for these services.

(\$4,780,105)	R	(\$4,780,105)	R
-127.00		-127.00	

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78 Reduce Inmate Road Squads and Litter Crews

(\$2,260,000) R (\$2,260,000) R

Reduces requirements for the Road Squad and Litter Crew programs associated with a 20% reduction in receipts from the Highway Fund.

79 Reduce Correctional Officers and Lieutenants

(\$1,334,595) R (\$1,334,595) R

Eliminates 27 vacant Correctional Officer positions, 7 vacant Lead Correctional Officer positions, and one filled Correctional Lieutenant position.

-35.00

-35.00

80 Reduce Job Orders for Repair and Renovation

Governor's Recommendation: reduces requests for repairs and renovations to prison facilities.

(\$299,259) NR (\$299,259) NR

81 Reduce Temporary/Contractual Positions

Reduce funding for temporary and contractual positions.

(\$89,788) R (\$89,788) R

82 Shift Positions to Inmate Welfare Support

Governor's Recommendation: shifts three Telecommunication Support Technician positions that support the inmate pay phone system from General Fund support to Inmate Welfare Fund receipts.

(\$149,056) R (\$149,056) R

-3.00

-3.00

Total Legislative Changes

(\$56,397,700) R (\$66,473,640) R

(\$14,697,394) NR (\$13,825,394) NR

Total Position Changes

-972.00 -1072.00

Revised Budget

\$1,313,815,477 \$1,326,492,230

Crime Control and Public Safety

GENERAL FUND

	FY 09-10		FY 10-11	
Adjusted Continuation Budget	\$43,925,878		\$44,067,870	

Legislative Changes

Administration

83 Law Enforcement Support Services (LESS)	(\$430,336)	R	(\$430,336)	R
This recommendation makes funding for the Law Enforcement Support Services (LESS) nonrecurring in FY 2009-10. The budget bill also includes a special provision that directs the program to develop a fee schedule to make the program fully receipt-supported by the FY 2010-11.	\$430,336	NR		-5.00
84 Elimination of Administrative Staff Positions	(\$82,685)	R	(\$82,685)	R
Elimination of two administrative positions.				-2.00

Alcohol Law Enforcement - ALE

85 Reduce ALE Operating Budget	(\$190,000)	R	(\$190,000)	R
Reduction in operating funds for the Alcohol Law Enforcement division.				
86 Make the Boxing Authority Receipt Supported	(\$147,751)	R	(\$147,751)	R
Governor's recommendation that the North Carolina Boxing Authority no longer be supported through appropriation. All of the operations of the Boxing Authority will be shifted to fee receipts collected by the Authority. These fee receipts are currently over realized.				-2.00
87 Make Bingo Regulation Receipt Supported	(\$26,600)	R	(\$26,600)	R
This recommendation eliminates the General Fund appropriation used for bingo regulation. This action will be offset by an increase in the bingo license fee to make the program no longer rely on General Fund appropriation. This fee has not been increased since 1983.				

Butner Public Safety

88 Reduce Butner Public Safety Operating Budget	(\$361,266)	R	(\$361,266)	R
Reduction in operating funds for Butner Public Safety.				

Department-wide

89 Adjust Continuation Budget Line Items	(\$3,811,213)	R	(\$3,990,882)	R
The continuation budget is adjusted to remove increases for the maintenance agreements, legal services, and miscellaneous contractual services.				

FY 09-10

FY 10-11

90 Reduce Various Operating Accounts

(\$641,147) R (\$641,147) R

Governor's recommendation that various operating accounts be reduced across the agency.

91 Eliminate 6 Vacant Positions

(\$258,026) R (\$258,026) R

Elimination of the listed 6 vacant positions. Positions to be eliminated:

-6.00 -6.00

- 60084186 Processing Assistant V
- 60084440 Planner
- 60084582 Engineer
- 60087071 Public Safety Officer
- 60084174 Processing Assistant IV
- 60084166 Information Processing Tech.

92 Transfer of State Capitol Police to Crime Control

\$3,109,489 R \$3,112,757 R

Type I transfer of the State Capitol Police Division from the Department of Administration to the Department of Crime Control and Public Safety. The Department of Administration is transferring a budget with total requirements of \$4,081,415 in FY 09-10 and \$4,085,683 in FY 10-11 that supports a total of 78 positions: 55 appropriated and 23 receipted, and operating expenses:

55.00 55.00

	FY 09-10	
FY 10-11		
Total Requirements	\$4,081,415	\$4,085,683
Receipts		\$971,926
\$972,188		
Appropriation	\$3,109,489	
\$3,112,757		

Emergency Management

93 Shift Floodplain Mapping Positions to Receipts

(\$1,405,098) R (\$1,405,098) R

Governor's recommendation that the appropriation for the Floodplain Mapping Program be replaced with receipts collected under the terms of Section 29.7(b) of H2436 (S.L. 2008-107), which established a fee to support floodplain mapping. This recommendation will shift 20 appropriated positions in the Floodplain Mapping Program to receipt support.

-20.00 -20.00

Governor's Crime Commission

94 25% Reduction in funding for NCVAN

(\$37,500) R (\$37,500) R

25 percent decrease in funding for the North Carolina Victims Assistance Network (NCVAN).

95 Illegal Immigration Project

\$150,000 NR

Funding to the Governor's Crime Commission to contract with the North Carolina Sheriffs' Association for immigration enforcement services.

96 Reduce State Match Funds for Federal Grants

(\$60,091) R

(\$60,091) R

Governor's recommendation to reduce state match funds for federal grants.

97 Evidence-Based Gang Grants

The Governor reports on the use of funding of up to \$5 million to be made available through the American Reinvestment and Recovery Act (Byrne/JAG Formula Program) for the Governor's Crime Commission to award evidence-based grants that focus on gang prevention, treatment, intervention, and re-entry programs. Special emphasis will be placed on consultation with the Department of Juvenile Justice and Delinquency Prevention to engage local Juvenile Crime Prevention Councils (JCPC's) in the development of gang prevention programs that address local priorities developed as a result of the JCPC's local gang threat assessments. The allocation of this funding will be made under the authority of the Governor's Crime Commission, the state administrator of the Byrne/JAG Formula Program.

98 Local Government Grants to Purchase VIPER Equip't

The Governor reports on the use of funding of up to \$5 million to be made available through the American Reinvestment and Recovery Act (Byrne/JAG Formula Program) for the Governor's Crime Commission to award grants to local governments for VIPER (Interoperable communications) equipment in order to enhance communications among public safety agencies. The allocation of this funding will be made under the authority of the Governor's Crime Commission, the state administrator of the Byrne/JAG Formula Program.

99 Governor's Statewide Gang Task Force

The Governor reports on the use of \$200,000 in funding from the American Reinvestment and Recovery Act (Byrne/JAG Formula Program) for the establishment of a Statewide Gang Task Force. This task force will be established within the Governor's Crime Commission to bring key stakeholders together to develop a comprehensive plan and create legislation to ensure a well coordinated, statewide enforcement program and increase the flow of gang-related information among various law enforcement agencies, correctional institutions, and the judicial system. This item will be supported by administrative funds made available to the Governor's Crime Commission through the Byrne/JAG Formula Program.

100 Supplemental Grants for COPS Hiring & Recovery

The Governor reports on the use of funding of up to \$400,000 to be made available through the American Reinvestment and Recovery Act (Byrne/JAG Formula Program) for the Governor's Crime Commission to provide supplemental grants to incentives local governments to participate in the COPS Hiring and Recovery Program (CHRP). CHRP grants are awarded on a competitive basis and provide funding for salaries and benefits for new law enforcement positions as well as for the reemployment of officers affected by recent budget cuts. Through the supplemental grants, up to \$4,000 will be provided to support the equipment costs for every officer hired through the COPS Hiring and Recovery Program. The allocation of this funding will be made under the authority of the Governor's Crime Commission, the state administrator of the Byrne/JAG Formula Program.

National Guard

101 Reduce Funding for Family Assistance Centers	(\$90,000)	R	(\$90,000)	R
Reduction in state funding for the National Guard Family Assistance Centers.				

102 Transfer the National Guard Pension Fund	(\$7,007,443)	R	(\$7,007,443)	R
Transfer of the National Guard Pension Fund (\$7,007,443) from the Department of Crime Control and Public Safety to the Department of State Treasurer. This transfer will allow the Department of the State Treasurer to manage this program as it does for most of the State's pension programs.				

103 Reduce National Guard Tuition Assistance Program	(\$500,000)	R	(\$500,000)	R
Reduction in funding for the National Guard Tuition Assistance program. In addition to tuition assistance available through the state program, there is also a federal program that provides tuition assistance to National Guard members.				

State Highway Patrol - SHP

104 Training to Improve State Highway Patrol Operation

Governor's report on the use of funding of up to \$200,000 to be made available through the American Reinvestment and Recovery Act (Byrne/JAG Formula Program) to provide leadership development training at every level of supervision within the State Highway Patrol, as recommended in a recent independent evaluation of the Patrol drew upon the best practices for statewide law enforcement. The evaluation found that many Patrol supervisors require stronger coaching, mentoring, and counseling skills to effectively supervise their direct reports and therefore, improve State Highway Patrol operations. The allocation of this funding will be made under the authority of the Governor's Crime Commission, the state administrator of the Byrne/JAG Program.

Total Legislative Changes	(\$11,939,667)	R	(\$12,116,068)	R
	\$580,336	NR		
Total Position Changes	25.00		20.00	
Revised Budget	\$32,566,547		\$31,951,802	

Correction Canteen Fund

Budget Code: 24502

	FY 2009-10	FY 2010-11
Beginning Unreserved Fund Balance	\$2,666,842	\$2,517,786
Recommended Budget		
Requirements	\$14,827,712	\$14,827,712
Receipts	\$14,827,712	\$14,827,712
Positions	0.00	0.00

Legislative Changes

Requirements:

Inmate Welfare Fund	\$149,056 R	\$149,056 R
Shifts three positions from General Fund support to Inmate Welfare Fund Receipts	\$0 NR	\$0 NR
	3.00	3.00
Subtotal Legislative Changes	\$149,056 R	\$149,056 R
	\$0 NR	\$0 NR
	3.00	3.00

Receipts:

Inmate Welfare Funds	\$0 R	\$0 R
	\$0 NR	\$0 NR
Subtotal Legislative Changes	\$0 R	\$0 R
	\$0 NR	\$0 NR

Conference Report on the Continuation, Capital and Expansion Budget

	FY 2009-10	FY 2010-11
Revised Total Requirements	\$14,976,768	\$14,976,768
Revised Total Receipts	\$14,827,712	\$14,827,712
Change in Fund Balance	(\$149,056)	(\$149,056)
Total Positions	3.00	3.00
Unappropriated Balance Remaining	\$2,517,786	\$2,368,730

Highway Patrol

Budget Code: 24960

	FY 2009-10		FY 2010-11
Beginning Unreserved Fund Balance	\$0		\$0
Recommended Budget			
Requirements	\$222,019,507		\$224,837,882
Receipts	\$222,019,507		\$224,808,402
Positions	2,381.50		2,381.50

Legislative Changes

Requirements:

Reduce Operating Funds	(\$7,831,242) R		(\$7,861,242) R
Funding for various operating accounts is reduced	(\$1,500,000) NR		(\$1,450,000) NR
	0.00		0.00
SHP Freeze Step Increase	\$0 R		\$0 R
The step increases for the salaries of Troopers are frozen for both years of the biennium. These are non-recurring reductions in both years.	(\$1,674,280) NR		(\$3,373,932) NR
	0.00		0.00
Eliminate Continuation Budget Increases	(\$2,832,607) R		(\$2,647,712) R
Adjust continuation budget to a level at or below FY 2008-09 Authorized Budget	\$0 NR		\$0 NR
	0.00		0.00
Subtotal Legislative Changes	(\$10,663,849) R		(\$10,508,954) R
	(\$3,174,280) NR		(\$4,823,932) NR
	0.00		0.00

Receipts:

Highway Patrol Receipts	(\$10,663,849) R		(\$10,508,954) R
Receipt funds from the Highway Fund are reduced.	(\$3,174,280) NR		(\$4,794,452) NR

Conference Report on the Continuation, Capital and Expansion Budget

	FY 2009-10	FY 2010-11
Subtotal Legislative Changes	(\$10,663,849) R	(\$10,508,954) R
	(\$3,174,280) NR	(\$4,794,452) NR
<hr/>		
Revised Total Requirements	\$208,181,378	\$209,504,996
Revised Total Receipts	\$208,181,378	\$209,504,996
Change in Fund Balance	\$0	\$0
Total Positions	2,381.50	2,381.50
<hr/>		
Unappropriated Balance Remaining	\$0	\$0

Court Information Technology Fund

Budget Code: 22006

	FY 2009-10	FY 2010-11
Beginning Unreserved Fund Balance	\$2,718,962	\$2,718,962
Recommended Budget		
Requirements	\$8,149,239	\$8,149,239
Receipts	\$8,149,239	\$8,149,239
Positions	42.00	42.00

Legislative Changes

Requirements:

Court Information Technology Fund	\$0 R	\$0 R
Expenditures for AOC and county courthouse telephone equipment, services, upgrades, and maintenance are shifted from the General Fund to be supported with telephone/facility fee receipts.	\$0 NR 0.00	\$0 NR 0.00
Subtotal Legislative Changes	\$0 R \$0 NR 0.00	\$0 R \$0 NR 0.00

Receipts:

Telephone Fee Increase	\$0 R	\$0 R
Increase the Court Information Technology Fund telephone/facility fee (G.S. 7A-304; G.S. 7A-307) from \$1 to \$3 effective July 1, 2009, and from \$3 to \$4 effective July 1, 2010	\$0 NR	\$0 NR
Subtotal Legislative Changes	\$0 R \$0 NR	\$0 R \$0 NR

Conference Report on the Continuation, Capital and Expansion Budget

FY 2009-10

FY 2010-11

Revised Total Requirements	\$8,149,239	\$8,149,239
Revised Total Receipts	\$8,149,239	\$8,149,239
Change in Fund Balance	\$0	\$0
Total Positions	42.00	42.00

Unappropriated Balance Remaining	\$2,718,962	\$2,718,962
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**GENERAL
GOVERNMENT
Section J**

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Administration

GENERAL FUND

	FY 09-10	FY 10-11
Adjusted Continuation Budget	\$78,170,163	\$78,362,881

Legislative Changes

1 Various Additional Reductions (\$104,647) R (\$946,224) R
 Reduce various operating accounts in eight (8) divisions across the department.

	FY 09-10	FY 10-11
1111 Office of the Secretary Reduce Governor's Page Program		(\$14,000)
1311 Office of State Personnel Reduce operating expenses.		(\$100,000)
1731 NC Council for Women and Domestic Violence Commission End lease and move to state-owned space.	(\$20,445)	(\$20,445)
1741 Human Relations Commission End lease and move to state-owned space.	(\$13,410)	(\$14,984)
1761 Youth Advocacy & Involvement Office Reduce State Government Internship Pgm.		(\$170,000)
1781 Domestic Violence Program End lease and move to state-owned space.	(\$4,876)	(\$4,876)
1861 Commission on Indian Affairs End lease and move to state-owned space.	(\$65,916)	(\$68,660)
1466 State Energy Office Reduce funding to three university energy programs.		(\$553,259)

1111 Office of the Secretary

2 Justice for Sterilization Victims Foundation \$250,000 NR
 Funding is provided for planning efforts associated with the establishment of the Justice for Sterilization Victims Foundation. This foundation will provide justice and compensate victims who were forcibly sterilized by the State of North Carolina between 1929 and 1974.

1121 Fiscal Management

3 End Lease for E-Procurement Services

End lease for E-Procurement Services and relocate office into State-owned building.

(\$39,832) R (\$119,496) R

1123 Historically Underutilized Businesses

4 Reduction to Historically Underutilized Businesses

Reduce appropriation to Historically Underutilized Businesses.

(\$43,473) R (\$43,473) R

1311 Office of State Personnel

5 Eliminate Vacant Positions

Eliminate salaries and benefits of 4 vacant positions:

(\$250,732) R (\$253,141) R

-4.00 -4.00

- 60013775 Human Resources Partner (\$47,198)
- 60013840 Human Resources Partner (\$50,000)
- 60013735 Human Resources Partner (\$53,012)
- 60013791 Human Resources Partner (\$50,000)

6 Reduce Various Line Items

Reduce various line items:

(\$79,843) R (\$79,843) R

- 532821 Computer Data Processing (\$53,902)
- 536905 Aid & Public Assistance (\$25,941)

7 Eliminate Scanning Function of Applications

Eliminate funding to support the scanning of all North Carolina state government job applications. This recommendation includes the elimination of one filled position.

(\$36,535) R (\$36,535) R

-1.00 -1.00

1466 State Energy Office

8 Transfer of the State Energy Office to Commerce

Per the passage of HB 1481, there is a Type I transfer of the State Energy Office from the Department of Administration to the Department of Commerce. The Department of Administration is transferring a budget with total requirements of \$3,955,819 in FY 09-10 and \$3,403,386 in FY 10-11 that supports a total of 8 positions and operating expenses:

(\$3,955,819) R (\$3,403,386) R

-8.00 -8.00

	FY 09-10	FY 10-11
Total Requirements	\$3,955,819	\$3,403,386
Receipts	\$ 0	\$ 0
Appropriation	\$3,955,819	\$3,403,386

1623 State Capitol Police

9 Transfer State Capitol Police to Crime Control

(\$3,109,489) R (\$3,112,757) R

Type I transfer of the State Capitol Police Division from the Department of Administration to the Department of Crime Control and Public Safety. The Department of Administration is transferring a budget with total requirements of \$4,081,415 in FY 09-10 and \$4,085,683 in FY 10-11 that supports a total of 78 positions: 55 appropriated and 23 receipted, and operating expenses:

-55.00 -55.00

	FY 09-10	FY 10-11
Total Requirements	\$4,081,415	\$4,085,683
Receipts	\$ 971,926	\$ 972,188
Appropriation	\$3,109,489	\$3,112,757

1732 Displaced Homemakers

10 Reduction to Displaced Homemakers Program Fund

(\$10,048) R (\$10,048) R

Reduce appropriation to Displaced Homemakers Program Fund.

1741 Human relations Commission

11 Reduction to Human Relations Commission

(\$19,676) R (\$19,676) R

Reduce appropriation to Human Relations Commission.

1742 MLK Commission

12 Reduction to MLK Commission

(\$1,690) R (\$1,690) R

Reduce appropriation to MLK Commission.

1761 Youth Involvement

13 Reduction to Youth Involvement Office

(\$25,376) R (\$25,376) R

Reduce appropriation to Youth Involvement Office.

1761 Youth Involvement Office

14 Reduction to Youth Involvement Grant Program

(\$208) R (\$208) R

Reduce appropriation to Youth Involvement Grant Program.

1771 Veterans Affairs

15 Shift Three Positions to Receipt Support

(\$114,175) R (\$114,175) R

Shift three appropriated Veterans Affairs positions to receipt support. The positions will now be supported through burial fee receipts that are collected by veterans cemeteries operated by the Department of Administration.

-3.00 -3.00

1782 Domestic Violence Center

16 Reduction to Domestic Violence

Reduce appropriation to Domestic Violence Center Fund.

(\$170,202) R (\$170,202) R

1861 Commission on Indian Affairs

17 Reduce appropriation to Commission on Indian Affairs

Reduce appropriation to Commission on Indian Affairs.

(\$12,775) R (\$12,775) R

7251 State Parking System

18 Restore Funding for the State Parking System

Restore funding for the State Parking System, which is a receipt-supported program (budget code 74103) that is currently under a legislatively required Continuation Review. Funding will be restored at the current level (\$1,667,708), which includes support for 12.75 positions.

Department-Wide

19 Reduce Janitorial Services

Reduce janitorial services.

(\$390,222) R (\$390,222) R

20 Eliminate Vacant Positions

Eliminate salaries and benefits for 39.5 vacant positions across the agency.

(\$2,145,859) R (\$2,176,770) R
-39.50 -39.50

Total Legislative Changes

(\$10,510,601) R (\$10,915,997) R
\$250,000 NR

Total Position Changes

-110.50 -110.50

Revised Budget

\$67,909,562 \$67,446,884

Auditor

GENERAL FUND

	FY 09-10		FY 10-11	
Adjusted Continuation Budget	\$14,389,111		\$14,405,383	
Legislative Changes				
21 Adjust Continuation Budget	(\$436,675)	R	(\$436,675)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.				
532120 Finan/Audit Services	(\$222,504)		(\$222,504)	
532199 MISC Contractual Service	(\$214,171)		(\$314,171)	
22 Various Additional Reductions			(\$186,259)	R
Eliminate a vacant position and reduce various operating accounts in Funds 1110 and 1210 in FY 10-11.				
			-1.00	
1210 - Eliminate vacant position #60008931				
531211 Salary	(\$81,786)			
531511 Social Security	(\$6,256)			
531521 Retirement	(\$7,311)			
531561 Hospitalization	(\$4,929)			
1110 532942 Administrative Training	(\$5,059)			
1210 532120 Financial/Audit Services	(\$64,262)			
1210 534521 Office Equipment	(\$16,655)			
1210 Field Audit Division				
23 Eliminate Vacant Positions	(\$224,597)	R	(\$226,529)	R
Eliminate 3 vacant positions:				
	-3.00		-3.00	
Asst. State Auditor (60008992)				
Asst. State Auditor (60008926)				
Asst. State Auditor (60008862)				
24 Eliminate Grants Training Unit	(\$300,797)	R	(\$300,797)	R
Eliminate the Grants Training Unit, including the elimination of five positions.				
	-5.00		-5.00	
Total Legislative Changes	(\$962,069)	R	(\$1,150,260)	R
Total Position Changes	-8.00		-9.00	
Revised Budget	\$13,427,042		\$13,255,123	

Cultural Resources

GENERAL FUND

	FY 09-10	FY 10-11
Adjusted Continuation Budget	\$77,933,037	\$79,329,609

Legislative Changes

25 Adjust Continuation Budget

(\$1,877,462)	R	(\$1,919,153)	R
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Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.

531311	Reg (N S) Temp Wages-APPR	(\$403,906)	(\$403,906)
531411	OT Pay-Approp	(\$55,352)	(\$55,352)
531421	Holiday Pay	(\$5,582)	(\$5,582)
531431	Shift Prem Pay-APPRO	(\$7,156)	(\$7,156)
531461	EPA&SPA-Longvty Pay-APPR	(\$15,922)	(\$40,118)
531511	Social SEC Contrib-APPRO	(\$3,631)	(\$3,631)
531521	Reg Retire Contrib-APPR	(\$59,667)	(\$59,667)
531627	Short Term Disab-APPRO	(\$20,049)	(\$20,049)
531631	Wrker Comp-Med Payments	(\$33,327)	(\$33,327)
532199	MISC Contractual Services	(\$83,212)	(\$83,212)
532200	Utility/Energy Services	(\$112,296)	(\$121,337)
532500	Rentals/Leases	(\$90,079)	(\$92,653)
532900	Other Services	(\$37,455)	(\$37,455)
533300	Vehicle/Equip Opera Suppl	(\$13,101)	(\$17,806)
533700	Research/Dev & Ed Supp	(\$18,967)	(\$20,142)
534600	Art, other Artifacts & Lit	(\$917,760)	(\$917,760)

26 Various Additional Reductions

(\$552,985) R

Reductions are made to various operating accounts in FY 10-11 in all Funds, except 1110, 1243, 1340, and 1290:

1120 Administrative Services
 Telephone Service (\$3,000)
 Telecommun Data Chrg (\$10,500)
 Email and Calendaring (\$2,000)

1210 Archives & History - Administration
 Transp-Air-Out of St-US (\$500)
 Lodging-In State (\$3,000)
 Meals-In State (\$2,500)
 Meals-Out of State-In US (\$1,000)
 Telephone Service (\$1,181)
 Registration Fees (\$1,000)
 Other Materials and Supplies (\$6,000)
 FURN-OFFICE (\$2,500)
 OFFICE EQUIPMENT (\$1,250)

1220 Historical Publications
 PRINT, BIND, DUPLICATE (\$2,000)

1230 Archives & Records
 Reg Temp Wages - App (\$2,000)
 GROUND - IN STATE (\$3,500)
 LODGING - IN STATE (\$1,000)
 MEALS - IN STATE (\$1,000)
 MISCELLANEOUS - IN STATE (\$1,000)
 POSTAGE, FREIGHT & DELIVERIES (\$3,500)
 OTHER EQUIPMENT (\$4,000)

1241 State Historic Sites
 Reg Temp Wages - App (\$60,000)
 532490 Maint Agree Other (\$6,000)
 TRANSP-GRND - IN STATE (\$2,000)
 OTHER MATERIALS & SUPP (\$3,000)

1242 Tryon Palace
 Reg Temp Wages - App (\$91,679)

1245 Maritime Museum
 Janitorial Service Agreement (\$2,000)
 Engr Serv - Electrical (\$1,000)
 Rent./Lease - Buildings Office (\$2,000)

1250 Historic Preservation
 Transportation-ground-in state (\$4,000)
 Telephone Service (\$1,000)

1260 Office of State Archeology
 Trans Grd - In State (\$1,000)
 Lodging - In State (\$500)

1320 Museum of Art
 Misc. Contractual Services (\$2,000)

Cultural Resources

Repairs - Other	(\$4,000)
Telephone Service	(\$2,000)
Postage	(\$2,500)
Other Insurance	(\$1,000)
533110 General Office Supplies	(\$1,000)
Other Equipment	(\$3,000)
Art & Artifacts	(\$5,500)
Library & Learning Resource Collection	(\$4,100)
Membership Dues & Subscrip	(\$2,000)
1330 NC Arts Council	
Honorariums	(\$4,000)
Misc-Contractual Services	(\$4,000)
Transportation-Air Out of State-US	(\$1,500)
Transportation-Ground-In State	(\$4,000)
Lodging-In State	(\$2,000)
Meals-In State	(\$3,000)
Meals-Out of State-US	(\$1,000)
Misc Subs-In State	(\$1,000)
Misc Subs-Out of State	(\$500)
BD/Non-Employee Transportation	(\$2,000)
BD/Non-Employee Subsis	(\$2,000)
Postage, Freight, & Delivery	(\$2,000)
1410 State Library Services	
Ground-Trans.- Out-of-State	(\$1,000)
Misc (In-State)	(\$1,500)
Board/Non Employee Trans.	(\$1,500)
Board/Non Employee Subs.	(\$1,500)
Telephone Service	(\$2,500)
Postage	(\$1,500)
General Office Supplies	(\$2,500)
Other Equipment	(\$2,500)
1480 Statewide Programs and Grants	
Honorariums	(\$3,000)
Misc Contractual Service	(\$4,000)
BD/Nonemployee Subsistence	(\$6,000)
Print, Bind, Duplicate	(\$4,000)
Other Materials & Supplies	(\$4,000)
534630 Lib & Learn Res Coll	(\$85,131)
1500 Museum of History	
Reg Temp Wages - App	(\$42,423)
532331 Repairs - Motor Vehicles	(\$1,000)
532333 Repairs - Other Equipment	(\$5,000)
Repairs - Other	(\$2,000)
Rent/Lease - Bldgs Office	(\$3,000)
Meals - In State	(\$500)
Meals - Out State, In US	(\$500)
Misc. In State	(\$500)
Bd/Non-Employee Trans.	(\$50)
Telephone Service	(\$3,919)
Postage, Freight, Delivery	(\$4,000)
Advertising	(\$1,500)
Office Furniture	(\$2,000)

Cultural Resources

Other Equipment	(\$1,000)
Art & Artifacts	(\$2,000)
Library & Learning Resource Collect	(\$1,000)
Memberships & Subscriptions	(\$1,000)

1110 Office of the Secretary

27 Reduce Operating Expenses

(\$105,501) R (\$106,092) R

Reduce expenditure accounts in the division each fiscal year and eliminate salary and benefits of one vacant position.

-1.00 -1.00

60083260 Executive Asst I - (\$47,233)

SPA-Reg Salaries Approp	(\$47,233)	(\$47,233)
Social Sec Contrib-Approp	(\$3,613)	(\$3,613)
Reg Retire Contrib-Approp	(\$4,034)	(\$4,223)
Med Ins Contrib-Approp	(\$4,527)	(\$4,929)

Operating Budget Reductions

Misc Contractual Services	(\$6,191)	(\$6,191)
Enrg Ser - Water & Sewer	(\$206)	(\$206)
Transp-Air-Out of St-US	(\$1,400)	(\$1,400)
Transp-Grand-In State	(\$14,609)	(\$14,609)
Lodging-In State	(\$8,200)	(\$8,200)
Lodging-Out of State-US	(\$1,500)	(\$1,500)
Meals-in State	(\$7,640)	(\$7,640)
Meals-Out of State, In US	(\$548)	(\$548)
Misc Subs-In State	(\$3,400)	(\$3,400)
Misc Subs-Out of State, In US	(\$800)	(\$800)
Trans Grnd-Out State, In US	(\$210)	(\$210)
Misc Out of Country	(\$250)	(\$250)
Cellular Phone Service	(\$350)	(\$350)
Furn-Office	(\$790)	(\$790)

1120 Administrative Services

28 Reduce Administrative Services

(\$193,640) R (\$193,640) R

Adjust expenditure accounts each fiscal year.

Reg Temp Wages - App	(\$120,319)	(\$120,319)
Misc Contractual Services	(\$45,248)	(\$45,248)
Transportation - Grnd - In State	(\$740)	(\$740)
Lodging - In State	(\$1,308)	(\$1,308)
Meals - In State	(\$358)	(\$358)
Misc Subs - In State	(\$600)	(\$600)
Telephone Service	(\$8,578)	(\$8,578)
Telecommun Data Chrg	(\$9,000)	(\$9,000)
Email and Calendaring	(\$444)	(\$444)
Furniture - Office	(\$3,045)	(\$3,045)
Other Equipment	(\$4,000)	(\$4,000)

1210 Archives & History - Administration

29 Reduce Archives & History - Administration

(\$109,338)

R

(\$109,338)

R

Adjust expenditure accounts each fiscal year.

MISC CONTRACTUAL SERVICE	(\$19,879)	(\$19,879)
TRANSP-AIR-OUT OF ST-US	(\$1,000)	(\$1,000)
532714 TRANS GRND- IN STATE	(\$11,000)	(\$11,000)
TRANS GRND-OUT STA, IN US	(\$1,000)	(\$1,000)
532721 LODGING-IN STATE	(\$8,600)	(\$8,600)
LODGING-OUT OF STATE- IN US	(\$6,600)	(\$6,600)
532724 MEALS-IN STATE	(\$4,081)	(\$4,081)
MEALS-OUT OF STATE-IN US	(\$2,500)	(\$2,500)
532811 TELEPHONE SERVICE	(\$8,900)	(\$8,900)
532840 POSTAGE, FREIGHT & DELIV	(\$6,150)	(\$6,150)
532850 PRINT, BIND, DUPLICATE	(\$11,000)	(\$11,000)
ADVERTISING	(\$8,378)	(\$8,378)
REGISTRATION FEES	(\$8,000)	(\$8,000)
533900 OTHER MATERIALS AND SUPPLIES	(\$5,500)	(\$5,500)
534511 FURN-OFFICE	(\$2,750)	(\$2,750)
534539 OFFICE EQUIPMENT (New)	(\$1,500)	(\$1,500)
OTHER EQUIPMENT	(\$2,500)	(\$2,500)

1220 Historical Publications

30 Reduce Historical Publications

(\$4,256)

R

(\$4,256)

R

Adjust expenditure accounts each fiscal year.

LODGING - IN STATE	(\$1,411)	(\$1,411)
MEALS - IN STATE	(\$56)	(\$56)
PRINT, BIND, DUPLICATE	(\$1,029)	(\$1,029)
ADVERTISING	(\$1,760)	(\$1,760)

1230 Archives & Records

31 Reduce Archives & Records

(\$216,759) R (\$218,708) R

Adjust expenditure accounts each fiscal year and eliminate salaries and fringes of three vacant positions.

-3.00 -3.00

- 60083382 Processing Asst IV (\$26,878)
- 60083379 Processing Asst IV (\$16,576)
- 60083367 Arch & Records Prof (\$22,852)
- 60083385 Office Assistant IV (\$18,975)

SPA-Reg Salaries Appro	(\$85,281)	(\$85,281)
Social Sec Contrib-Appro	(\$6,524)	(\$6,524)
Reg Retire Contrib-Appro	(\$7,283)	(\$7,624)
Med Ins Contrib-Appro	(\$18,108)	(\$19,716)

Operating Budget Reductions

Reg Temp Wages - App	(\$814)	(\$814)
MISC CONTRACTUAL SERVICES	(\$275)	(\$275)
AIR - OUT OF STATE	(\$300)	(\$300)
GROUND - IN STATE	(\$1,500)	(\$1,500)
GROUND - OUT OF STATE	(\$600)	(\$600)
LODGING - IN STATE	(\$1,480)	(\$1,480)
LODGING - OUT OF STATE	(\$500)	(\$500)
MEALS - IN STATE	(\$650)	(\$650)
MEALS - OUT OF STATE	(\$500)	(\$500)
MISCELLANEOUS - IN STATE	(\$2,070)	(\$2,070)
MISCELLANEOUS - OUT OF STATE	(\$1,000)	(\$1,000)
POSTAGE, FREIGHT & DELIVERIES	(\$2,500)	(\$2,500)
PRINT, BIND, DUPLICATE	(\$3,650)	(\$3,650)
OTHER MATERIALS & SUPP	(\$76,229)	(\$76,229)
FURN-OFFICE	(\$495)	(\$495)
OTHER EQUIPMENT	(\$7,000)	(\$7,000)

1241 State Historic Sites

32 Reduction to State Historic Sites

(\$466,877) R (\$467,187) R

Adjust expenditure accounts each fiscal year.

Reg Temp Wages App		
532199 MISC CONTRACTUAL SERVICES	(\$32,311)	(\$32,311)
Eng Serv Electrical	(\$30,000)	(\$30,000)
532714 TRANSP GRND IN STATE	(\$12,069)	(\$12,379)
533110 General Office Supp (New)	(\$12,080)	(\$12,080)
OTHER MATERIALS & SUPP	(\$75,792)	(\$75,792)
534511 FURN/OFFICE	(\$13,211)	(\$13,211)
534539 OTHER EQUIPMENT	(\$87,427)	(\$87,427)
MOTOR VEHICLES	(\$55,000)	(\$55,000)
OTHER MOTORIZED VEHICLES	(\$86,000)	(\$86,000)
Art & Artifacts	(\$62,987)	(\$62,987)

1242 Tryon Palace

33 Reduce Personnel and Operating Expenses

(\$166,413) R (\$166,657) R

Adjust the budget of Tryon Palace each fiscal year and eliminate salary and benefits of a vacant position that is a partial FTE:

-0.62 -0.62

60083569 Horticultural/Grounds Tech (\$18,288)

SPA-Reg Salaries Appro	(\$18,228)	(\$18,228)
Social Sec Contrib-Appro	(\$1,394)	(\$1,394)
Reg Retire Contrib-Appro	(\$1,557)	(\$1,630)
Med Ins Contrib-Appro	(\$4,527)	(\$4,929)

Operating Budget Reductions

Reg Temp Wages - App	(\$92,220)	(\$92,220)
Trns Grd - In state	(\$8,781)	(\$8,781)
TRANS GRND - OUT STAT, IN US	(\$240)	(\$240)
LODGING - IN STATE	(\$950)	(\$950)
MEALS - IN STATE	(\$424)	(\$424)
MEALS - OUT OF STATE, IN US	(\$151)	(\$151)
MISC - IN STATE	(\$300)	(\$300)
MISC - OUT STATE, IN US	(\$850)	(\$850)
POSTAGE, FREIGHT & DELIV	(\$5,040)	(\$4,839)
General Office Supplies	(\$4,102)	(\$4,102)
FURN - OFFICE	(\$2,007)	(\$2,007)
OTHER EQUIPMENT	(\$9,065)	(\$9,065)
AUTOS, TRUCKS, & BUSES	(\$16,552)	(\$16,522)
MEMBERSHIP DUES & SUBSCRIP	(\$25)	(\$25)

1243 State Capitol

34 Reduce State Capitol

(\$6,873) R (\$6,873) R

Adjust expenditure accounts each fiscal year.

TRANSP-GRND - IN STATE	(\$550)	(\$550)
MEALS - IN STATE	(\$64)	(\$64)
MSC SUBS-IN STATE	(\$100)	(\$100)
TELEPHONE SERVICE	(\$1,364)	(\$1,364)
POSTAGE, FREIGHT & DELIV	(\$248)	(\$248)
PRINT,BIND,DUPLICATE	(\$1,004)	(\$1,004)
OTHER MATERIALS & SUPP	(\$3,000)	(\$3,000)
OTHER EQUIPMENT	(\$543)	(\$543)

1245 Maritime Museum

35 Reduce Personnel and Operating Expenses

(\$87,235) R (\$87,235) R

Adjust expenditure accounts each fiscal year and eliminate salaries and fringes of one vacant positions:

-1.00 -1.00

60083649 Museum Curator (\$64,123)

531211 SPA-Reg Salaries Appro	(\$64,123)	(\$64,123)
531511 Social Sec Contrib-Appro	(\$4,905)	(\$4,905)
531521 Reg Retire Contrib-Appro	(\$5,476)	(\$5,733)
531561 Med Ins Contrib-Appro	(\$4,527)	(\$4,929)
532512 Rent./Lease-Buildings Office	(\$8,203)	(\$7,545)

1250 Historic Preservation

36 Reduce Historic Preservation

(\$28,450) R (\$28,450) R

Adjust the following expenditure accounts each fiscal year:

Transportation-ground-in state	(\$8,120)	(\$8,120)
Lodging-in state	(\$1,000)	(\$1,000)
Meals in state	(\$500)	(\$500)
Bd-non employee transportation	(\$1,500)	(\$1,500)
Postage freight and delivery	(\$2,448)	(\$2,448)
Print, bind, duplicate	(\$1,030)	(\$1,030)
Other materials and supplies	(\$1,500)	(\$1,500)
Other equipment	(\$40)	(\$40)
Membership, dues and subscriptions	(\$5,000)	(\$5,000)
Janitorial Service Agreement	(\$2,836)	(\$2,836)
Telephone Service	(\$2,000)	(\$2,000)
Other Materials & Supplies	(\$1,500)	(\$1,500)
Membership Dues & Subscrip	(\$976)	(\$976)

1260 Office of State Archeology

37 Reduce Office of State Archaeology

(\$3,902) R (\$4,413) R

Adjust expenditure accounts each fiscal year.

Trans Grd In State	(\$1,000)	(\$1,500)
Lodging In State	(\$2,650)	(\$2,679)
Meals In State	(\$252)	(\$252)

1290 Western Office

38 Reduce Western Office

(\$169,073) R (\$171,470) R

Adjust expenditure accounts each fiscal year and eliminate salaries and benefits of three vacant positions:

-3.00 -3.00

60083644 A&H Regional Supervisor (\$44,225)
 65005183 Librarian Consultant (\$35,585)
 65005026 Arts Development Consultant (\$47,000)

531211 SPA Reg Salaries Appropriation (\$126,810) (\$126,810)
 531511 Social Security Contib Approp (\$9,701) (\$9,701)
 531521 Reg Retire Contr Approp (\$10,830) (\$11,337)
 531561 Med Ins Contirb Approp (13,581) (\$14,787)

Operating Budget Reductions
 Trans Grd In State (\$4,000) (\$4,000)
 Telephone Service (\$2,000) (\$2,000)
 Other Materials & Supplies (\$1,500) (\$1,500)
 Other Equipment (\$651) (\$1,335)

1320 Museum of Art

39 Reduce Museum of Art

(\$310,425) R (\$310,425) R

Adjust expenditure accounts each fiscal year.

Reg Temp Wages - App (\$5,810) (\$5,810)
 Misc. Contractual Services (\$88,000) (\$88,000)
 532210 Energy Ser- Electric (\$3,750) (\$3,750)
 Repairs - Other (\$49,345) (\$49,345)
 532430 Maintenance Equip (\$3,500) (\$3,500)
 Transp-Air-Out of St-US (\$675) (\$675)
 532714 Trans-Grnd-In State (\$10,550) (\$10,550)
 Trans-Grnd-Out Sta, in US (\$1,193) (\$1,193)
 Lodging-In St (\$1,520) (\$1,520)
 Lodging-Out of Sta-US (\$4,100) (\$4,100)
 Lodging-Out of Country (\$61) (\$61)
 Meals-In State (\$2,131) (\$2,131)
 Meals-Out of State, In US (\$956) (\$956)
 Misc Subs-In state (\$1,200) (\$1,200)
 Misc Subs-Out of St US (\$1,400) (\$1,400)
 532811 Telephone Service (\$25,000) (\$25,000)
 532840 Postage (\$9,500) (\$9,500)
 Printing, Binding, Duplicate (\$750) (\$750)
 Other Insurance (\$6,000) (\$6,000)
 533110 General Office Supp (\$3,500) (\$3,500)
 533900 Other Materials & Supplies (\$25,087) (\$25,087)
 Furniture (\$1,869) (\$1,869)
 Other Equipment (\$14,131) (\$14,131)
 Art & Artifacts (\$33,486) (\$33,486)
 Library & Learning Resource
 Collection (\$11,500) (\$11,500)
 535830 Membership Dues & Subscrip (\$5,411) (\$5,411)

1330 Arts Council

40 Reduction to Grants

(\$249,153) R (\$249,710) R

Reduce appropriations to NC Arts Council operating budget and eliminate salary and benefits of one vacant position:

-1.00 -1.00

60083915 Arts Program Administrator (\$38,790)

SPA -Reg Salaries Appropriation	(\$38,790)	(\$38,790)
Social Security Contib - Approp	(\$2,967)	(\$2,967)
Reg Retire Contr - Approp	(\$3,313)	(\$3,468)
Med Ins Contirb - Approp	(\$4,527)	(\$4,929)
Honorariums	(\$10,000)	(\$10,000)
Misc-Contractual Services	(\$65,750)	(\$65,750)
Maint Agreement - Other	(\$2,000)	(\$2,000)
Transportation-Air Out of State-US	(\$278)	(\$278)
Transportation-Ground-In State	(\$15,000)	(\$15,000)
Transportation-Ground-Out of State-US	(\$428)	(\$428)
Lodging-In State	(\$7,000)	(\$7,000)
Lodging-Out of State-US	(\$1,500)	(\$1,500)
Meals-In State	(\$3,850)	(\$3,850)
Meals-Out of State-US	(\$1,283)	(\$1,283)
Misc Subs-In State	(\$750)	(\$750)
Misc Subs-Out of State	(\$650)	(\$650)
BD/Non-Employee Transportation	(\$4,850)	(\$4,850)
BD/Non-Employee Subsis	(\$5,650)	(\$5,650)
Postage, Freight, & Delivery	(\$15,000)	(\$15,000)
Print, Bind, Duplicate	(\$25,198)	(\$25,198)
Furniture-Office	(\$165)	(\$165)
Membership, Dues & Subscriptions	(\$15,000)	(\$15,000)
536G32 Vagabond School of Drama	(\$2,156)	(\$2,156)
536G48 Lost Colony	(\$11,524)	(\$11,524)
536G71 Shakespeare Festival	(\$11,524)	(\$11,524)

1340 NC Symphony

41 Grant for NC Symphony

Appropriate non-recurring funding as a grant to the Symphony.

\$500,000 NR

1410 State Library Services

42 Reduce State Library Services

(\$623,249) R (\$626,426) R

Adjust expenditure accounts each fiscal year, eliminate salaries and benefits of 4.83 vacant positions, and transfer two positions to receipt-support:

-6.83 -6.83

Vacant Positions

- 60083831 Library Prof I (\$41,055)
- 60083816 Library Prof I (\$55,234) -- .83 FTE
- 60083888 Processing Asst II (\$24,598)
- 60083839 Library Tec (\$29,542)
- 60083841 Library Clerk III (\$28,282)

- 531211 SPA -Reg Salaries Approp (\$178,711) (\$178,711)
- 531461 EPA&SPA- Longevity (\$1,965) (\$1,965)
- Social Security Contib - Approp (\$13,671) (\$13,671)
- Reg Retire Contr - Approp (\$15,262) (\$15,977)
- Med Ins Contrib - Approp (\$13,581) (\$14,787)

Positions Transferred to Receipt

- 60083895 Librarian Prof (\$67,814)
- 60083805 Librarian Prof (\$45,210)

- SPA -Reg Salaries Appropriation (\$113,024) (\$113,024)
- Social Security Contib - Approp (\$8,646) (\$8,646)
- Reg Retire Contr - Approp (\$9,652) (\$10,104)
- Med Ins Contirb - Approp (\$9,054) (\$9,858)

Operating Budget Reductions

- Misc. Contractual Service (\$82,250) (\$82,250)
- 532310 Repairs Buildings (New) (\$3,500) (\$3,500)
- 532390 Repairs Other (\$7,000) (\$7,000)
- 532512 Rent/Lease Buildings (\$26,774) (\$26,774)
- 532715 Ground-Trans. (Out-of-State) (\$1,250) (\$1,250)
- 532727 Misc (In-State) (\$850) (\$850)
- Board/Non Employee Trans. (\$1,125) (\$1,125)
- Board/Non Employee Subs. (\$4,205) (\$4,205)
- 532811 Telephone Service (\$18,950) (\$18,950)
- Postage (\$19,000) (\$19,000)
- General Office Supplies (\$23,250) (\$23,250)
- Furniture-Office (\$2,500) (\$2,500)
- Other Equipment (\$32,113) (\$32,113)
- 534630 Lib & Learn Res Coll (\$36,916) (\$36,916)

1480 Statewide Programs and Grants

43 Reduce State-Aid and other Division Accounts

(\$486,129) R (\$486,129) R

Reduce funding to county libraries and other operating expenses in the division each fiscal year.

Honorariums	(\$2,500)	(\$2,500)
Misc Contractual Service	(\$132,242)	(\$132,242)
Lodging-Out of State-US	(\$12,750)	(\$12,750)
BD/Nonemployee Subsistence	(\$15,000)	(\$15,000)
Print, Bind, Duplicate	(\$76,741)	(\$76,741)
Other Materials & Supplies	(\$32,000)	(\$32,000)
534630 Lib & Learn Res Coll	(\$214,896)	(\$214,896)

1500 Museum of History

44 Reduce Museum of History

(\$369,868) R (\$370,472) R

Reduce expenditure accounts each fiscal year and eliminate salary and benefits of one vacant position:

-1.00 -1.00

60083973 History Museum Conservator (\$35,337)

SPA Reg Salaries Appropriation	(\$35,337)	(\$35,337)
Reg Temp Wages App	(\$68,803)	(\$68,803)
Social Security Contib Approp	(\$2,703)	(\$2,703)
Reg Retire Contr Approp	(\$3,018)	(\$3,159)
Med Ins Contirb Approp	(\$4,527)	(\$4,929)

Operating Budget Reductions

Misc. Contractual Services	(\$45,144)	(\$45,755)
Out of State Air Travel	(\$1,550)	(\$1,550)
Trans./ Ground In State	(\$13,574)	(\$13,574)
Trans. Ground Out of State	(\$2,000)	(\$2,000)
Lodging In State	(\$4,810)	(\$4,810)
Lodging Out of State	(\$4,100)	(\$4,100)
Meals In State	(\$2,504)	(\$2,504)
Meals Outs State, In US	(\$2,500)	(\$2,500)
Misc. In State	(\$2,050)	(\$1,550)
Misc. Out of State, In US	(\$2,200)	(\$2,200)
Bd/Non Employee Trans.	(\$425)	(\$375)
Bd/Non Employee Subsis.	(\$760)	(\$760)
Office Furniture	(\$5,850)	(\$5,850)
Office Equipment	(\$3,356)	(\$3,356)
Other Equipment	(\$9,000)	(\$9,000)
Art & Artifacts	(\$148,057)	(\$148,057)
Library & Learning Resource Collect	(\$3,000)	(\$3,000)
Memberships & Subscriptions	(\$4,600)	(\$4,600)

Total Legislative Changes	(\$5,474,603)	R	(\$6,079,619)	R
	\$500,000	NR		
Total Position Changes	-17.45		-17.45	
Revised Budget	\$72,958,434		\$73,249,990	

Cultural Resources - Roanoke Island Commission

GENERAL FUND

	FY 09-10		FY 10-11	
Adjusted Continuation Budget	\$2,095,402		\$2,095,402	
Legislative Changes				
1584 Roanoke Island Commission				
45 Reduce Funding	(\$104,770)	R	(\$104,770)	R
Reduce funding transferred to the Commission.				
Total Legislative Changes	(\$104,770)	R	(\$104,770)	R
Total Position Changes				
Revised Budget	\$1,990,632		\$1,990,632	

General Assembly

GENERAL FUND

Adjusted Continuation Budget	FY 09-10	FY 10-11
	\$62,347,066	\$64,056,544

Legislative Changes

46 Adjust Continuation Budget	(\$4,815,129)	R	(\$4,273,011)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.				
53111 EPA-REG Salaries-APPRO	(\$492,807)		(\$653,007)	
531311 Reg (N S) Temp Wages - APPR	(\$520,949)			
531411 OT Pay-Approp	(\$10,436)			
531461 EPA&SPA-Longvty Pay-APPR	(\$165,858)		(\$404,934)	
531511 Social SEC Contrib-APPRO	(\$98,818)		(\$251,518)	
531521 Reg Retire Contrib-APPR	(\$53,845)			
531561 Med Ins Contrib-Appro	(\$99,970)		(\$133,222)	
531631 Wrker Comp-Med Payments	(\$14,469)		(\$19,281)	
532140 Contractual Services	(\$71,765)		(\$60,611)	
532199 MISC Contractual Service	(\$249,560)		(\$357,680)	
532300 Repair Services	(\$180,860)		(\$241,017)	
532400 Maintenance Agreements	(\$45,775)		(\$161,507)	
532500 Rentals/Leases	(\$60,382)		(\$80,466)	
532700 Travel/Other Employee Ex	(\$21,776)			
532800 Communication & Data Proc	(\$16,093)		(\$9,877)	
533100 General Admin Supplies	(\$1,219)			
533400 Food & Dietary Supplies	(\$20,164)		(\$27,746)	
533800 Purchases for Resale	(\$8,662)		(\$20,309)	
534500 Equipment	(\$126,530)		(\$462,271)	
534600 Art, Other Artifacts & Lit	(\$1,447)			
534700 Intangibles Assets	(\$91,512)		(\$7,761)	
535800 Other Administrative Exp	(\$37,379)		(\$60,707)	
537195 Agency Reserves	(\$2,424,853)		(\$1,321,097)	
47 Management Flexibility Reserve	(\$928,406)	R	(\$1,128,091)	R

Department-Wide

48 Eliminate Vacant Positions and Adjust Additional Expenditure Accounts

(\$1,492,523) R (\$1,438,958) R

Eliminate salary and fringes for 21 vacant positions: 3 in the Senate and 18 in the House; reduce temporary wages for NCSU Interns; and increase Food Services sales by 10%.

-21.00 -21.00

Vacant Positions

531111 Salaries	(\$1,023,814)	(\$1,023,814)
531511 Soc Security	(\$78,322)	(\$78,322)
531521 Retirement	(\$87,434)	(\$91,529)
531561 Medical Ins	(\$95,067)	(\$103,509)

Intern Program

532199015 Misc - Intern Services	(\$115,500)	(\$42,000)
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1216 Food Services

533400 Food & Vending Services	(\$92,377)	(\$99,784)
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49 Adjust Health Insurance Expense

(\$632,000) R (\$632,000) R

Partially fund employer's portion of health insurance premiums.

Total Legislative Changes

(\$7,868,058) R (\$7,472,060) R

Total Position Changes

-21.00 -21.00

Revised Budget

\$54,479,008 \$56,584,484

Governor

GENERAL FUND

	FY 09-10	FY 10-11
Adjusted Continuation Budget	\$6,616,233	\$6,622,879

Legislative Changes

50 Adjust Continuation Budget (\$89,672) R (\$96,318) R
 Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.

531311 Temp Wages	(\$52,676)	(\$52,676)
531461 Longevity Inc	(\$2,993)	(\$6,524)
531511 SS Contri	(\$229)	(\$499)
531521 Ret Contri Inc	(\$243)	(\$531)
532182 Laundry Svs	(\$601)	(\$601)
532185 Waste REM	(\$250)	(\$250)
532200 Utility	(\$15,549)	(\$16,327)
532500 Rental/Lease	(\$17,131)	(\$18,910)

51 Various Additional Reductions (\$85,633) R
 Reduce various operating accounts in Funds 1110, 1120, and 1631 in FY 10-11:

1110 Administration		
532811 Telephone Service	(\$5,000)	
532814 Cellular phone service	(\$2,000)	
532822 Managed lan Service	(\$50,000)	
1120 Dues to National Org		
535830 Membership Dues	(\$25,633)	
1631 Raleigh Exec Mansion		
532714 Transportation ground-in-state	(\$3,000)	

Department-Wide

52 Reduce Expenditure Accounts (\$112,832) R (\$109,304) R
 Reduce expenditure accounts in the Administration (1110), Intergovernmental Relations (1130), and Raleigh Mansion (1631), and Western Residence (1632) Funds in the following budget areas each year:

Personal Services	(\$42,657)	(\$39,129)
Purchased Services	(\$53,050)	(\$53,050)
Supplies	(\$15,000)	(\$15,000)
Property, Plant, & Equipment	(\$2,125)	(\$2,125)

Conference Report on the Continuation, Capital, and Expansion Budget

FY 09-10

FY 10-11

53 Reduce Various Accounts

(\$263,420)

R

(\$263,885)

R

Reduce expenditure accounts in the Administration (1110), Intergovernmental Relations (1130), and 21st Century Skills (1240) Funds in the following areas each year:

Purchased Services - (\$151,734) and (\$152,199)

Property, Plant, & Equipment (\$6,000) each fiscal year

Other Expenses - (\$105,686) each fiscal year

Total Legislative Changes

(\$465,924)

R

(\$555,140)

R

Total Position Changes

Revised Budget

\$6,150,309

\$6,067,739

Housing Finance Agency

GENERAL FUND

	FY 09-10	FY 10-11
Adjusted Continuation Budget	\$14,608,417	\$14,608,417

Legislative Changes

54 NO LEGISLATIVE ACTION REPORTED

Total Legislative Changes

Total Position Changes

Revised Budget	\$14,608,417	\$14,608,417
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Insurance

GENERAL FUND

	FY 09-10		FY 10-11	
Adjusted Continuation Budget	\$33,824,822		\$33,887,006	
Legislative Changes				
55 Reduce NC Auto Retrospective Insurance Fund				
Reduce special fund 6110, NC Auto Retrospective Insurance Fund.	(\$1,300,000)	NR	(\$1,300,000)	NR
56 Reduce State Property Fire Insurance Fund				
Reduce special fund 6100, State Property Fire Insurance Fund.	(\$200,000)	NR	(\$200,000)	NR
57 Adjust Continuation Budget				
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.	(\$144,300)	R	(\$144,300)	R
Total Legislative Changes	(\$144,300)	R	(\$144,300)	R
	(\$1,500,000)	NR	(\$1,500,000)	NR
Total Position Changes				
Revised Budget	\$32,180,522		\$32,242,706	

**Insurance - Volunteer Safety Workers'
Compensation Fund**

GENERAL FUND

	FY 09-10		FY 10-11	
Adjusted Continuation Budget	\$4,500,000		\$4,500,000	
<hr/>				
Legislative Changes				
58 Reduce Volunteer Safety Workers' Compensation Fund				
Reduce Volunteer Safety Workers' Compensation Fund.	(\$2,500,000)	NR	(\$2,938,154)	NR
<hr/>				
Total Legislative Changes	(\$2,500,000)	NR	(\$2,938,154)	NR
Total Position Changes				
Revised Budget	\$2,000,000		\$1,561,846	

Lieutenant Governor

GENERAL FUND

Adjusted Continuation Budget	FY 09-10		FY 10-11	
	\$966,706		\$966,706	
Legislative Changes				
59 Adjust Continuation Budget	(\$5,673)	R	(\$5,673)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.				
531321 Contr Empl Per IRS Approp	(\$4,843)		(\$4,843)	
531461 EPA&SPA-Longvty Pa-APPR	(\$830)		(\$830)	
60 Additional Reduction			(\$12,499)	R
Reduce funding in operating account 531111 - Salaries in FY 10-11.				
Department-Wide				
61 Reduce Various Operating Accounts	(\$16,831)	R	(\$16,831)	R
Reduce various operating accounts in the following line items:				
532143 LAN Support Services (\$2,341)				
532144 PC/Printer Support Services(\$14,490)				
Total Legislative Changes	(\$22,504)	R	(\$35,003)	R
Total Position Changes				
Revised Budget	\$944,202		\$931,703	

Office of Administrative Hearings

GENERAL FUND

	FY 09-10		FY 10-11	
Adjusted Continuation Budget	\$4,266,407		\$4,279,242	
Legislative Changes				
62 Various Additional Reductions			(\$55,330)	R
Reduce funding in various operating accounts in FY 10-11:				
531631 Workers Compensation (\$3,614)				
531651 Compensation to Board Members (\$11,400)				
534713 PC Software (\$1,000)				
5727XX Travel (\$5,000)				
535830 Dues & Subscriptions (\$2,000)				
534521 Office Equipment (\$1,800)				
534630 Library & Learning Resources (\$17,567)				
534534 PC & Printer Purchase (\$12,949)				
Department-Wide				
63 Eliminate Vacant Positions	(\$110,895)	R	(\$112,436)	R
Eliminate 3 vacant positions:				
	-3.00		-3.00	
60088606 - Processing Assistant V - (\$30,651)				
60088587 - Processing Assistant IV - (\$25,705)				
60088576 - Processing Assistant IV - (\$27,398)				
Total Legislative Changes	(\$110,895)	R	(\$167,766)	R
Total Position Changes	-3.00		-3.00	
Revised Budget	\$4,155,512		\$4,111,476	

Revenue

GENERAL FUND

Adjusted Continuation Budget	FY 09-10	FY 10-11
	\$91,347,503	\$91,440,473

Legislative Changes

64 Adjust Continuation Budget (\$1,879,056) R (\$1,960,164) R

Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.

531311	Reg (N S) Temp Wages-APPR	(\$695,506)	(\$683,906)
531411	OT Pay-Approp	(\$30,435)	(\$30,435)
531431	Shift Prem Pay-APPR	(\$3,763)	(\$3,763)
531461	EPA&SPA-Longvty Pay-APPR	(\$198,039)	(\$257,543)
531511	Social SEC Contrib-APPRO	(\$66,589)	(\$70,881)
531521	Reg Retire Contrib-APPR	(\$16,119)	(\$20,962)
531631	Wrker Comp-Med Payments	(\$6,845)	(\$6,845)
532110	Legal Services	(\$13,153)	(\$13,153)
532140	Info Tech SVC	(\$660,972)	(\$660,972)
532170	Contractual Services	(\$28,795)	(\$28,795)
532184	Janitorial Ser Agreement	(\$7,302)	(\$7,302)
532185	Waste Rem Agreement	(\$659)	(\$659)
532191	Payments-Empl on Loan	(\$9,957)	(\$9,957)
532199	Misc Contractual Services	(\$50,433)	(\$50,433)
532200	Utility/Energy Services	(\$7,119)	(\$7,119)
532500	Rental/Leases	(\$75,024)	(\$99,036)
535200	Pension Payments	(\$8,346)	(\$8,346)
	Total	(\$1,879,056)	(\$1,960,164)

65 Various Additional Reductions

(\$1,182,309) R

Eliminate fourteen (14) vacant position, reduce funding in the Guest Worker Program, and reduce funding in various operating accounts in FY 10-11:

-14.00

Vacant Positions:

- 60081301 Personnel Assistant IV (HR Operations) (\$25,705)
- 60081460 Assistant Director (Sales and Use Tax) (\$80,145)
- 60081432 Program Assistant V (Personal Taxes) (\$27,544)
- 60081488 Auditor (Taxpayer Assistance) (\$42,833)
- 60081496 Auditor (Taxpayer Assistance) (\$42,833)
- 60085100 Auditor (Taxpayer Assistance) (\$42,833)
- 60081583 Information Pro Tech (Taxpayer Assistance)

(\$29,502)

- 60081605 Proc'ing Unit Sup V (Taxpayer Assistance) (\$32,546)
- 60081769 LEO Agent (Unauthorized Substance Tax) (\$43,155)
- 60082437 Staff Development Coordinator (HR) (\$42,833)
- 60082488 Processing Assistant IV (Admin Services) (\$25,705)
- 60082512 Assistant Director (Admin Services) (\$60,691)
- 60082527 Payroll Clerk V (\$27,544)
- 65005035 Operations and Systems Specialist (IT) (\$84,375)

Total: 531211 Salaries (\$608,244)

- 531511 Social Security (\$46,531)
- 531521 Retirement (\$50,519)
- 531531 LEO Retirement Contrib. (\$6,016)
- 531561 Medical Insurance Contrib. (\$69,006)

Reduction to Guest Worker Program (\$125,000)

Reduce Various Operating Accounts (\$276,993)

1660 Examination & Collection

66 Eliminate \$300 Per Month Stipend for Interstate Auditors

(\$132,030) R (\$132,030) R

Eliminate the \$300 per month stipend for 37 interstate auditors.

1664 Guest Worker Program

67 Adjust Appropriation for Guest Worker Program

(\$375,000) R (\$375,000) R

Adjust the appropriation for the Guest Worker Program to better reflect actual expenditure needs. This program provides information to non-English speaking people regarding their obligation to file taxes and how to obtain assistance in filing taxes.

Total Legislative Changes

(\$2,386,086) R (\$3,649,503) R

Total Position Changes

-14.00

Revised Budget

\$88,961,417 \$87,790,970

Secretary of State

GENERAL FUND

Adjusted Continuation Budget	FY 09-10	FY 10-11
	\$11,854,656	\$11,928,530

Legislative Changes

68 Adjust Continuation Budget (\$17,902) R (\$180,537) R
 Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.

531411	OT Pay-Approp	(\$0)	(\$8,957)
531461	EPA&SPA-Longvty Pay-APPR	(\$0)	(\$21,534)
531511	Social SEC Contrib-APPRO	(\$0)	(\$2,637)
531521	Reg Retire Contrib-APPR	(\$0)	(\$2,166)
531561	Med Ins Contrib-Appro	(\$0)	(\$40)
531631	Wrker comp-Med Payments	(\$0)	(\$10,297)
532170	02Min. Services	(\$17,902)	(\$79,235)
532500	Rentals/Leases		(\$10,563)
532800	Communication & Data Proc		(\$45,108)

69 Various Additional Reductions (\$100,110) R
 Reduce funding in various operating accounts in Funds 1120, 1210, 1220, and 1230 in FY 10-11:

1120 Publication
 532850 Printing (\$19,910)

1210 Corporations
 Reduce operating budget expenditure accounts:
 532170 Temporary Services (\$27,500)
 532840 Postage (\$13,700)

1220 Certification & Filing
 Convert rent for Health Care Registry to receipts
 532512 Office Rent (\$4,000)

Reduce operating budget expenditure accounts;
 532524 Rent of Office Equip. (\$20,000)
 532714 Travel (\$5,000)

1230 Securities
 532714 Travel (\$10,000)

1220 Certification & Filing Division

70 Eliminate Vacant Positions

(\$111,012) R (\$111,012) R

Eliminate \$111,012 for salaries and benefits of three vacant positions:

-3.00 -3.00

60008713	Processing Asst V	\$27,544
60008750	Processing Asst V	\$29,601
60008751	Processing Asst V	\$27,544

1600 Charitable Solicitation Licensing

71 Reduce Expenditure Accounts

(\$95,664) R (\$95,664) R

Reduce funding for office rent and business license fees.

Total Requirements	\$95,664
Total Receipts	(\$95,664)
Appropriation	\$ 0

Department-Wide

72 LAN Support Services

\$10,281 R \$10,281 R

Restore reductions to LAN support services.

Total Legislative Changes

(\$214,297) R (\$477,042) R

Total Position Changes

-3.00 -3.00

Revised Budget

\$11,640,359 \$11,451,488

State Board of Elections

GENERAL FUND

	FY 09-10	FY 10-11
Adjusted Continuation Budget	\$6,627,101	\$6,630,894

Legislative Changes

73 Various Additional Reductions (\$85,736) R

Reduce various operating accounts in Funds 1110 and 1200 in FY 10-11:

1110	532513	(\$24,000)	Rent/lease of one of our two offices
	532942	(\$500)	Other employee educational expense
	533150	(\$12,100)	Security and safety supplies
	533510	(\$500)	Clothing and uniforms
	533720	(\$21,690)	Educational supplies
	535830	(\$3,000)	Membership dues and subscriptions
	535900	(\$5,000)	Other expenses

1200	532199	(\$10,000.00)	Miscellaneous contractual service
	532170	(\$8,939.00)	Administrative services

74 Adjust Continuation Budget (\$11,667) R (\$11,667) R

Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.

532170	Admin Services	(\$11,667)	(\$11,667)
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Department-wide

75 Eliminate Vacant Positions (\$308,211) R (\$312,283) R

Eliminate 5 vacant positions:

			-5.00	-5.00
60088225	- Applications Programmer	-\$35,812		
60088253	- Governmental Accounts Auditor II	-\$44,084		
60088260	- Audit Specialist (Time-limited)	-\$48,139		
60088255	- Governmental Accounts Auditor III	-\$52,742		
60088262	- Audit Specialist	-\$44,810		

Reserves and Transfers

76 Reduce Voter-Owned Elections Fund Balance (\$1,500,000) NR

Reduce Voter-Owned Elections Fund balance.

Total Legislative Changes	(\$319,878) R	(\$409,686) R
	(\$1,500,000) NR	
Total Position Changes	-5.00	-5.00
Revised Budget	\$4,807,223	\$6,221,208

State Budget & Management

GENERAL FUND

	FY 09-10		FY 10-11	
Adjusted Continuation Budget	\$7,144,221		\$7,147,928	

Legislative Changes

77 Adjust Continuation Budget (\$1,665) R (\$5,246) R
 Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.

531461 EPA&SPA-Longvty Pay-APPR	(\$1,229)	(\$4,431)
531511 Social SEC Contrib-APPRO		(\$119)
531521 Reg Retire Contrib-APPR	(\$86)	(\$346)
532120 Finan/Audit	(\$350)	(\$350)

78 Various Additional Reductions (\$92,421) R
 Reduce various operating accounts in Funds 1310 and 1312 in FY 10-11:

1310 OSBM		
532840 Postage	(\$2,000)	
532850 Print, bind, duplicate	(\$3,000)	
532930 Registration	(\$1,000)	
533120 Data processing supplies	(\$2,003)	
533110 Office supplies	(\$5,000)	
533190 Other admin supplies	(\$250)	
533900 Other material and supplies	(\$2,000)	
535900 Other expenses	(\$2,000)	
534511 Furniture	(\$3,000)	
534521 Office equipment	(\$1,328)	
534530 Other DP equipment	(\$500)	
532821 Computer/Data Processing	(\$63,340)	
1312 Internal Audit		
532199 Contract Services	(\$6,000)	
532930 Registration	(\$1,000)	

Department-Wide

79 Eliminate Vacant Position. (\$32,831) R (\$32,831) R
 Eliminate salary (\$24,764) and benefits (\$8,067) of one vacant position - # 60014796, Building & Environmental Technician. -1.00 -1.00

Conference Report on the Continuation, Capital, and Expansion Budget

FY 09-10

FY 10-11

80 Reduce Various Accounts

(\$185,071) R (\$185,330) R

Reduce expenditure accounts in the Office of State Budget (1310), and Internal Audit (1312) Funds in the following budget areas each fiscal year:

Purchased Services - (\$159,771) and (\$160,030)
 Property, Plant, & Equipment - (\$17,300) each fiscal year
 Other Expenses - (\$8,000) each fiscal year

81 Reduce Expenses

(\$322,134) R (\$324,291) R

Reduce expenditure accounts in the Office of State Budget (1310), and Internal Audit (1312) Funds in the following budget areas each year and eliminate salaries and fringes of three vacant positions:

Purchased Services (\$15,400) each fiscal year
 Property, Plant, & Equipment (\$17,000) each fiscal year

Personnel Reductions
 60008550 State Demographer (\$87,258)
 60008597 Budget Analyst (\$72,916)
 60089830 State Budget Mgmt Analyst (\$77,500)

82 Eliminate Reserve for Rules Impact Review

(\$100,000) R (\$100,000) R

Eliminate funding for the Reserve for the Rules Impact Review.

Total Legislative Changes

(\$641,701) R (\$740,119) R

Total Position Changes

-4.00 -4.00

Revised Budget

\$6,502,520 \$6,407,809

State Budget and Management - Special

GENERAL FUND

	FY 09-10		FY 10-11	
Adjusted Continuation Budget	\$4,280,000		\$4,280,000	
Legislative Changes				
83 Adjust Continuation Budget	(\$56,535)	R	(\$56,535)	R
Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.				
537120 Reserve-Moving Expenses	(\$56,535)		(\$56,535)	
84 Additional Reduction			(\$55,340)	R
Reduce funding in FY 10-11 to Fund 1023 - Fire Protection Grants.				
Grants to Non-Government Agencies				
85 Reduce Pass-Through Funding	(\$7,000)	R	(\$7,000)	R
Reduce grant funding to NC Humanities Council by 7% each fiscal year.				
Reserves and Transfers				
86 NC Symphony	\$1,500,000	NR		
Appropriate funding for Symphony to leverage match to support the operation.				
87 Military Morale and Welfare Fund	\$750,000	NR		
Appropriate funding to sustain historical grants to military installations to provide community service and quality-of-life programs for military members and families.				
Total Legislative Changes	(\$63,535)	R	(\$118,875)	R
	\$2,250,000	NR		
Total Position Changes				
Revised Budget	\$6,466,465		\$4,161,125	

State Controller

GENERAL FUND

Adjusted Continuation Budget	FY 09-10	FY 10-11
	\$24,536,602	\$24,568,908

Legislative Changes

88 Reduce Various Operating Accounts (\$336,025) R (\$477,974) R

Reduce the same amount of recurring and non-recurring expenses in various IT accounts each fiscal year and eliminate funding for ITS support:

	FY 09-10	FY 10-11
532821 eRoom Red in Licenses (400 to 200)	(\$130,224)	(\$130,224)
532140 Eliminate ITS Support		(\$101,222)
532821 Discontinue SQA-OSC Dedicate	(\$205,801)	(\$246,528)

89 Adjust Continuation Budget (\$345,105) R

Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.

531461 EPA&SPA-Longvty Pay-APPR	(\$79,347)
531511 Social SEC Contrib-APPRO	(\$6,070)
531521 Reg Retire Contrib-APPR	(\$6,459)
531627 St Disability PMT-APPR	(\$3,470)
532120 Financial/Audit Services	(\$9,753)
532144 Personal Computer Support	(\$88,392)
532145 Server Support Service	(\$48,273)
532500 Rentals/Leases	(\$103,341)

90 Various Additional Reductions (\$88,053) R

Reduce the following operating budget expenditure accounts in FY 10-11

:

535830 Dues and Subscriptions	(\$46,900)
532513 Rent lease -other facility	(\$5,920)
5327XX Travel	(\$35,233)

1000 Department-Wide

91 Operational Support for HR/Payroll System (BEACON)

\$600,000 R

Funding is appropriated in FY 2010-11 to stabilize the BEACON payroll system. Funding will support recurring expenses for software maintenance, the telephone application system (Shared Service Center), ticket-tracking, system hosting, disaster recovery, and data storage costs. The appropriation also includes funding for five new positions that are needed to reduce dependence on contractors.

5.00

531211 Salaries \$ 276,779
 531511 Social Sec \$ 21,173
 531521 Retirement \$ 22,530
 531561 Medical Ins \$ 17,319
 532XXX Purchased Svs \$ 262,199

92 Eliminate Vacant Positions and Operating Budget Accounts

(\$608,231) R (\$609,024) R

Eliminate salaries and benefits of two vacant positions and reduce operating budget accounts.

-2.00

-2.00

	FY 09-10	FY 10-11
Salaries - Approp. (2 positions)	(\$198,195)	(\$198,195)
Social Sec. Contribution-Approp.	(\$ 15,162)	(\$ 15,162)
Reg. Retirement Approp.	(\$ 16,926)	(\$ 17,719)
Medical Insurance	(\$ 8,314)	(\$ 8,314)
Travel	(\$ 38,000)	(\$ 38,000)
Data Processing	(\$301,378)	(\$301,378)
LAN services - 532822	(\$ 30,256)	(\$ 30,256)

93 Fund-shift Positions to Receipt Support

(\$91,488) R (\$91,488) R

Transfer two positions - an Accountant (1 FTE) and a Senior State Management Analyst (.25 FTE) - that support the NC FLEX Benefits Program from appropriation to receipt support generated by the program:

-1.25

-1.25

531211 Salaries (\$74,525)
 531511 Social Security (\$ 5,701)
 531521 Retirement (\$ 6,066)
 531561 Medical Insurance (\$ 5,196)

Conference Report on the Continuation, Capital, and Expansion Budget

FY 09-10

FY 10-11

94 Eliminate Internship Program

(\$119,052) R (\$119,052) R

Eliminate funding for OSC's Internship Program with the reduction of 6 positions at .75 FTE for a total of 4.5 FTE that had salaries of \$18,432 each and benefits of \$8,460:

-4.50 -4.50

Position #	Title
60087170	Integration Intern
60087172	Communications Intern (P/T)
60087173	PMO Intern (P/T)
60087219	Technical Infrastructure Intern

531351 Student Temp Wages	(\$110,592)
531511 Social Security	(\$ 8,460)

95 Eliminate Vacant Positions

(\$250,005) R (\$250,005) R

Eliminate salaries (\$197,962) and benefits (\$52,043) of five vacant positions:

-5.00 -5.00

Position #	Title	Budgeted Salary
60087168	Financial Spec	(\$54,540)
60014113	Admin Support Spec	(\$26,444)
60037611	Admin Assistant I	(\$34,842)
60091145	Admin Officer III	(\$43,157)
60092193	Admin Support Spec	(\$38,979)

Total Legislative Changes

(\$1,404,801) R (\$1,380,701) R

Total Position Changes

-12.75 -7.75

Revised Budget

\$23,131,801 \$23,188,207

Treasurer

GENERAL FUND

Adjusted Continuation Budget	FY 09-10		FY 10-11	
	\$11,150,002		\$11,163,790	

Legislative Changes

96 Adjust Continuation Budget (\$139,012) R (\$199,735) R
 Adjusts continuation budget to a level at or below FY 2008-09 Authorized Budget.

531321	Contr Empl Per IRS-APPRO	(\$28,696)	(\$86,438)
531461	EPA&SPA-Longvty Pay-APPR	(\$1,360)	(\$3,641)
531511	Social SEC Contrib-APPRO	(\$5,568)	(\$5,785)
531521	Reg Retire Contrib-APPR	(\$247)	(\$730)
531631	Wrker Comp-MED Payments	(\$31,376)	(\$31,376)
532110	Legal Services	(\$71,765)	(\$71,765)

97 Various Additional Reductions (\$144,346) R
 Reduce various operating accounts in Funds 1210, 1310, and 1510 in FY 10-11:

1210 Investment Division			
531211	Spa Reg Salaries- Appro. Investment Analyst	(\$72,953)	
531511	Social Sec Contrib.-Appro	(\$5,581)	
531521	Reg Retire Contrib.- Appro	(\$5,938)	
531561	Med Ins Contrib.-Appro	(\$4,157)	
1310 Local Government			
532821	Computer/ Data Process	(\$32,953)	
534511	Furn Office	(\$3,000)	
534530	Office DP Equipment	(\$1,192)	
1510 Financial Operations-Bank			
532821	Computer/ Data Process	(\$15,000)	
532430	Maint Agreement -equip	(\$1,572)	
534530	Other DP Equipment	(\$2,000)	

1410 Retirement Systems Division

98 Transfer the National Guard Pension Fund \$7,007,443 R \$7,007,443 R
 Transfer the National Guard Pension Fund from the Department of Crime Control and Public Safety to the Department of State Treasurer. This transfer will allow the Department of State Treasurer to manage this program as it does most of the State's pension programs.

99 Maintenance Costs for ORBIT System

To properly complete the transition of ORBIT receipts for both recurring and non-recurring expenditures are authorized for maintenance of software and hardware which includes an annual recurring expense of \$378,652. The non-recurring portion of funding will decrease each year as the amount of support required by the vendor will phase out by FY 2015-16. Funding is allocated for each fiscal year as indicated below:

	FY 2009-10	FY 2010-11
Recurring	\$378,652	\$378,652
Non-recurring	\$575,025	\$383,250

Department-Wide

100 Eliminate Vacant Positions		(\$210,267)	R	(\$212,151)	R
Eliminate salaries (\$169,280) and benefits (\$40,987) of three vacant positions:					
				-3.00	-3.00
60009060 Investment Analyst	(\$52,624)				
60009205 Accountant	(\$67,656)				
60009053 Executive Assistant	(\$49,000)				
101 Eliminate Vacant Position		(\$49,601)	R	(\$49,601)	R
Eliminate salary and benefits of a vacant position.					
				-1.00	-1.00

Total Legislative Changes		\$6,608,563	R	\$6,401,610	R
Total Position Changes				-4.00	-4.00
Revised Budget		\$17,758,565		\$17,565,400	

Treasurer - Retirement for Fire and Rescue

GENERAL FUND

	FY 09-10	FY 10-11
Adjusted Continuation Budget	\$10,804,671	\$10,804,671

Legislative Changes

102 NO LEGISLATIVE ACTION REPORTED

Total Legislative Changes

Total Position Changes

Revised Budget	\$10,804,671	\$10,804,671
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TRANSPORTATION
Section K

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Highway Fund

HIGHWAY FUND

	FY 09-10	FY 10-11
Adjusted Continuation Budget	\$1,798,936,717	\$1,798,493,030

Legislative Changes

Administration

1 Update Printing Operations

\$636,000 R

Funds are provided to consolidate print operations located at the Transportation Building and the Division of Motor Vehicles. A single printing services contract will be used, incorporating mainframe and network printing services for both locations.

2 Combined Registration & Tax Collection System - Database and Implementation

Funding from receipts is provided to continue the implementation of HB 1779. Receipts will fund the development of the Statewide database, which will calculate vehicle property taxes, and to implement the outstanding components required to complete the System.

Receipts (nonrecurring)
 Database: FY 2009-10 - \$1,174,232; FY 2010-11 - \$1,043,460
 Implementation: FY 2009-10 - \$4,128,573; FY 2010-11 - \$7,798,424

Aviation Division

3 Aviation Funds

(\$1,128,445) R (\$1,125,523) R
 (\$871,555) NR (\$874,477) NR

Funds for the Aviation Division are reduced to align overall expenditures for the Highway Fund with projected revenues for the 2009-11 biennium.

The total budget for the Aviation Division is \$17,349,592 in FY 2009-10 and \$17,291,543 in FY 2010-11.

Construction

4 Public Service and Access Road Funds

(\$140,000) R (\$140,000) R

Funds for public service and access road construction are reduced to align overall expenditures for the Highway Fund with projected revenues for the 2009-11 biennium.

The total budget for public service and access roads is \$1,860,000 in both years of the biennium.

FY 09-10

FY 10-11

5 Contingency Funds

(\$3,000,000) R (\$3,000,000) R

Funds for contingency construction are reduced to align overall expenditures for the Highway Fund with projected revenues for the 2009-11 biennium.

The total budget for contingency construction is \$12,000,000 in both years of the biennium.

6 Secondary Road Improvement Funds Reprogrammed to Maintenance

(\$50,497,671) NR (\$31,593,359) NR

Notwithstanding G.S.136-44.2A, a portion of FY 2009-10 and FY 2010-11 funding for the secondary roads improvement program from the Highway Fund is reprogrammed to Statewide maintenance programs to prevent further deterioration of the State highway system due to reduced transportation revenues and maintenance expenditures.

The budget for secondary road improvement is \$33,983,733 in FY 2009-10 and \$51,620,824 in FY 2010-11.

7 Small Construction Funds

(\$14,000,000) R (\$14,000,000) R

Funds for small construction are reduced to align overall expenditures for the Highway Fund with projected revenues for the 2009-11 biennium.

The total budget for small construction is \$7,000,000 in both years of the biennium.

8 Spot Safety Program

\$9,100,000 R \$9,100,000 R

Based on the Continuation Review, funding is changed from non-recurring to recurring.

Department-wide

9 Administration Cuts

(\$7,181,194) R (\$6,788,533) R

Salary and operating funds for administration of the DOT, Division of Highways, and the Division of Motor Vehicles are reduced for the biennium. The reductions are required to align overall expenditures for the Highway Fund with projected revenues for the 2009-11 biennium. Twenty-two and one-half vacant positions are eliminated in FY 2009-10.

(\$2,054,962) NR (\$2,051,342) NR
-22.50 -22.50

The total budget for DOT - General Administration is \$79,838,391 in FY 2009-10 and \$80,925,142 in FY 2010-11. The total budget for DOT - Highway Division Administration is \$33,339,661 in FY 2009-10 and \$33,393,855 in FY 2010-11. The total DMV budget is \$101,416,528 in FY 2009-10 and \$101,527,804 in FY 2010-11.

10 Administration Cuts - Receipts

Salary and operating funds for administration of the DOT, Division of Highways, and the Division of Motor Vehicles supported by Highway Trust Fund administration receipts are reduced for the biennium. These cuts represent the reductions identified in the Governor's budget. The reductions are required to align overall expenditures for the Highway Fund with projected revenues for the 2009-11 biennium.

Receipts are reduced \$3,814,114 in FY 2009-10 and \$2,736,189 in FY 2010-11. Eleven and one-half vacant positions are eliminated in FY 2009-10 and an additional vacant position is eliminated in FY 2010-11.

11 Vacant Positions

Positions vacant prior to January 1, 2009 are eliminated except for mission-critical positions as defined by the Department of Transportation. This totals 152 appropriation-supported positions and 751 field positions.

	(\$3,000,000)	R		(\$3,000,000)	R
	-152.00			-152.00	

Ferry Division

12 Implement Coast Guard Requirements for Manning of Vessels

US Public Law 109-241, Section 301, passed in 2006, expanded the definition of a ferry to include State-operated passenger ferries. As a result, State ferry operations are required to operate under the US Coast Guard regulations (46 USC). In order to comply with these new federal requirements, funds are provided for additional field ferry vessel personnel and rescue boats.

Positions include 20 Ferry Oiler positions (\$33,445 each), 27 Ferry Member II positions (\$32,232 each), 27 Ferry Crew Member I positions (\$28,265 each), and 5 Marine Pipefitter and Welder positions (\$42,121 each).

The 79 positions cost \$2,512,924 in salaries and \$603,343 in benefits.

Nine rescue boats are funded at \$400,000 in FY 2009-10.

	\$3,116,267	R		\$3,116,267	R
	\$400,000	NR			
	79.00			79.00	

13 Ferry Funds

Funds for the Ferry Division are reduced to align overall expenditures for the Highway Fund with projected revenues for the 2009-11 biennium.

The total budget for the Ferry Division is \$30,126,209 in FY 2009-10 and \$29,726,209 in FY 2010-11.

	(\$2,155,497)	R		(\$2,155,497)	R
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Maintenance

14 Department of Corrections - Inmate Road Squads and Litter Crews (\$2,260,000) R (\$2,260,000) R

Funds for Inmate Labor are reduced to align overall expenditures for the Highway Fund with projected revenues for the 2009-11 biennium.

Inmate labor funds from the Primary System are reduced by \$1,695,000 for a total transfer of \$7,345,000. Inmate labor funds from the Secondary System are reduced by \$565,000 for a total transfer of \$1,695,000.

15 Maintenance Funds - FY 2009-10

Funds for maintenance are increased to prevent further deterioration of the State highway system. Funds are not reduced to align overall expenditures for the Highway Fund with projected revenues for FY 2009-11. \$41,110,611 NR

The total budget for maintenance is \$935,999,755 in FY 2009-10. Changes include:

	Adj (NR)	Total
Primary System	\$-18,951,189	\$186,055,224
Secondary System	\$-25,120,853	\$269,153,619
Contract Resurfacing	\$ 25,474,337	\$300,000,000
System Preservation	\$ 21,410,929	\$100,000,000
General Maintenance Reserve	\$ 38,297,387	\$ 80,790,912

16 Maintenance Funds - FY 2010-11

Funds for maintenance are increased to prevent further deterioration of the State highway system. Funds are not reduced to align overall expenditures for the Highway Fund with projected revenues for FY 2009-11. \$43,356,497 NR

The total budget for maintenance is \$938,245,641 in FY 2010-11. Changes include:

	Adj (NR)	Total
Primary System	\$-18,951,189	\$186,055,224
Secondary System	\$-25,120,853	\$269,153,619
Contract Resurfacing	\$ 25,474,337	\$300,000,000
System Preservation	\$ 21,410,929	\$100,000,000
General Maintenance Reserve	\$ 40,543,273	\$ 83,036,798

OSHA

17 Workplace Safety and Health Funds (\$52,208) R (\$52,208) R
 (\$17,403) NR (\$17,403) NR

Reduces funds for OSHA to align overall expenditures for the Highway Fund with projected revenues for the 2009-11 biennium.

The total transfer to OSHA is \$355,389 in both years of the biennium.

Public Transportation Division

18 Public Transportation Funds

Funding to the New Starts program is reduced.

(\$21,596,267) NR (\$20,750,267) NR

The total budget for the Public Transportation Division is \$74,947,962 in FY 2009-10 and \$75,793,962 in FY 2010-11.

Required Statutory Adjustments

19 Aid to Municipalities

G.S. 136-41.1 requires an adjustment based on revised projections for motor fuels tax revenue. The total transfer is \$87,813,876 in FY 2009-10 and \$87,840,220 in FY 2010-11.

\$3,332,472 R \$4,626,037 R

20 DENR - Leaking Underground Storage Tank Fund

G.S. 119-18 requires an adjustment based on revised projections for gallons of gasoline sold. The total transfer to this trust fund is \$2,620,123 in FY 2009-10 and \$2,630,553 in FY 2010-11.

\$710,000 R \$890,000 R

Reserves

21 Retirement System Contribution

Employer contributions to the retirement system are increased to maintain the System's actuarially sound status.

\$1,000,000 R \$7,400,000 R

22 Salary Adjustment Fund

Recurring funds available for salary adjustments are eliminated for the 2009-11 biennium.

(\$3,922,758) R (\$3,922,758) R

State Highway Patrol

23 SHP - Establish Management Flexibility Reserve

Establishes a management flexibility reserve to provide the State Highway Patrol with the flexibility to manage additional reductions totaling \$5,578,242 in FY 2009-10 and \$5,608,242 in FY 2010-11.

(\$5,578,242) R (\$5,608,242) R

The total transfer to the State Highway Patrol is \$195,548,672 in FY 2009-10 and \$196,842,800 in FY 2010-11.

24 SHP - Operating Cuts

Funding for various operating accounts are reduced across the agency.

(\$2,253,000) R (\$2,253,000) R
 (\$1,500,000) NR (\$1,450,000) NR

25 SHP - Freeze Step Increase for Troopers

The step increase for the salaries of Troopers are frozen for both years of the biennium.

(\$1,674,280) NR (\$3,373,932) NR

26 SHP - Eliminate Continuation Budget Increases

(\$2,832,607) R (\$2,647,712) R

Eliminates additions included in the Continuation Budget.

	FY2009-10	FY2010-11
531321 Contractual Staff	\$77,825	\$77,825
531411 Overtime	\$400,000	\$400,000
531421 Holiday Pay	\$140,000	\$140,000
531431 Shift Premium	\$470,000	\$470,000
531572 Unemployment Comp	\$ 20,000	\$ 20,000
531631 Workers Comp Med	\$726,000	\$541,105
531632 Workers Comp Disab	\$222,468	\$222,468
532170 Admin Services	\$150,000	\$150,000
532199 Misc Contract Serv	\$626,314	\$626,314

Transfers

27 State Health Plan

\$6,170,022 R \$12,888,386 R

Provides additional funding to continue non-contributory health benefit coverage for enrolled active and retired employees supported by the Highway fund for the biennium as appropriated in S.L. 2009-16. Funding appropriated in FY 2009-10 is equal to \$6,170,022 and \$12,888,386 in FY 2010-11. These appropriations correspond to an annual 8.9% premium increase in non-contributory premium rates for the fiscal year beginning July 1, 2009, and an additional annual premium increase of 8.9% for the fiscal year beginning July 1, 2010.

28 Continuation Review of the Drivers Education Program

(\$33,959,859) R (\$33,321,964) R
\$33,959,859 NR

Changes the funding for the Drivers Education Program located in the Department of Public Instruction. Restoration of FY 2010-11 funds is subject to findings of the Continuation Review.

29 DPI - Drivers Education Program

(\$1,100,000) NR

Funds for the Drivers Education Program are reduced to align overall expenditures for the Highway Fund with projected revenues for the FY 2009-10. The total transfer is \$32,859,859.

30 North Carolina Global TransPark Authority

(\$320,000) R (\$320,000) R

Funds for the Global TransPark Authority are reduced to align overall expenditures for the Highway Fund with projected revenues for the FY 2009-11 biennium. The total transfer is \$1,280,000.

31 Department of Health and Human Services

(\$150,000) R (\$150,000) R

Funds for the Chemical Test Program are reduced to align overall expenditures for the Highway Fund with projected revenues for the 2009-11 biennium. The total transfer is \$559,719.

Total Legislative Changes	(\$58,505,049) R	(\$42,088,747) R
	(\$3,841,668) NR	(\$16,754,283) NR
Total Position Changes	-95.50	-95.50
Revised Budget	\$1,736,590,000	\$1,739,650,000

Highway Trust Fund

HIGHWAY TRUST FUND

Adjusted Continuation Budget	FY 09-10		FY 10-11
	\$1,014,750,000		\$1,057,460,000
Legislative Changes			
Highway Trust Fund			
32 Transfer to General Fund			
Reduces transfer to General Fund in FY 2010-11 to \$2,513,691 in accordance with G.S. 105-187.9(b)2.			(\$319,212) NR
33 Administration			
Reduces funds for administration to \$42,234,720 in FY 2009-10 consistent with new revenue estimates and statutory formula.	(\$6,367,680)	NR	(\$6,512,160) NR
34 Aid to Municipalities			
Reduces funds for Aid to Municipalities to \$41,423,903 for FY 2009-10 consistent with new revenue estimates and statutory formula.	(\$8,203,784)	NR	(\$8,364,162) NR
35 Intrastate System			
Reduces funds for the Intrastate System to \$367,256,023 for FY 2009-10 consistent with new revenue estimates and statutory formula.	(\$78,188,369)	NR	(\$79,716,899) NR
36 Secondary Road Construction			
Reduces funds for the Secondary Road construction program to \$58,426,789 for FY 2009-10 consistent with new revenue estimates and statutory formula.	(\$9,084,047)	NR	(\$9,323,373) NR
37 Urban Loops			
Reduces funds for the Urban Loops to \$116,655,736 for FY 2009-10 consistent with new revenue estimates and statutory formula.	(\$31,616,120)	NR	(\$32,234,194) NR
Total Legislative Changes	(\$133,460,000)	NR	(\$136,470,000) NR
Total Position Changes			
Revised Budget	\$881,290,000		\$920,990,000

Turnpike Authority

Budget Code: 64208

	FY 2009-10	FY 2010-11
Beginning Unreserved Fund Balance	\$0	\$0
Recommended Budget		
Requirements	\$5,980,603	\$5,980,603
Receipts	\$5,980,603	\$5,980,603
Positions	24.00	24.00

Legislative Changes

Requirements:

Administration - Receipts	(\$569,925) R	(\$413,826) R
Salary and operating funds available for administration of the Turnpike Authority supported from the Highway Trust Fund administration receipts are reduced for the biennium. The reductions are required to align overall expenditures for this receipt account with projected revenues for the 2009-2011 biennium.	\$0 NR 0.00	\$0 NR 0.00
Subtotal Legislative Changes	(\$569,925) R \$0 NR 0.00	(\$413,826) R \$0 NR 0.00

Receipts:

Administration - Receipts	(\$569,925) R	(\$413,826) R
Salary and operating funds available for the administration of the Turnpike Authority supported from the Highway Trust Fund administration receipts are reduced for the biennium. The reductions are required to align overall expenditures for this receipt account with anticipated revenues for the 2009-2011 biennium.	\$0 NR	\$0 NR
Subtotal Legislative Changes	(\$569,925) R \$0 NR	(\$413,826) R \$0 NR

Conference Report on the Continuation, Capital and Expansion Budget

FY 2009-10

FY 2010-11

Revised Total Requirements	\$5,410,678	\$5,566,777
Revised Total Receipts	\$5,410,678	\$5,566,777
Change in Fund Balance	\$0	\$0
Total Positions	24.00	24.00

Unappropriated Balance Remaining	\$0	\$0
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**RESERVES/
DEBT SERVICE/
ADJUSTMENTS
Section L**

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Statewide Reserves

GENERAL FUND

	FY 09-10		FY 10-11	
Adjusted Continuation Budget	\$895,832,493		\$838,216,241	
Legislative Changes				
A. Employee Benefits				
1 Severance Expenditure Reserve				
Provides funding for severance salary continuation payments and non-contributory hospital/medical coverage under the State Health Plan for employees reduced-in-force.	\$47,957,108	NR		
2 Salary Adjustment Fund	(\$4,500,000)	R	(\$4,500,000)	R
Eliminates funding in the continuation budget for the Salary Adjustment Fund.				
3 State Retirement System Contributions	\$21,000,000	R	\$160,000,000	R
Increases the State's contribution to the Teachers' and State Employees' Retirement System for the 2009-11 biennium.				
4 Judicial Retirement System Contributions	\$1,300,000	R	\$1,300,000	R
Increases the State's contribution to the Consolidated Judicial Retirement System for the 2009-11 biennium as recommended by the System's actuary.				
5 State Health Plan	\$132,214,752	R	\$276,179,709	R
Provides additional funding to continue non-contributory health benefit coverage for enrolled active and retired employees supported by the General Fund for the biennium as appropriated in S.L. 2009-16. These appropriations correspond to an annual 8.9% premium increase in non-contributory premium rates for the fiscal year beginning July 1, 2009, and an additional annual premium increase of 8.9% for the fiscal year beginning July 1, 2010.				
B. Other Reserves				
6 IT Initiatives Fund	(\$5,459,431)	R	(\$6,981,416)	R
Reduces funding to the IT Initiatives Reserve to FY 2008-09 levels. Reduction in FY 2009-10 has been adjusted to allow for the funding of a Budget and Performance Management System to replace the current budget preparation and development systems used by the Office of Budget and Management and the General Assembly's Fiscal Research Division.				
7 Convert Some Contract Employees to State Employees	(\$2,500,000)	R	(\$4,000,000)	R
Establishes a reserve for savings from converting some contract employees to State positions.				

Conference Report on the Continuation, Capital, and Expansion Budget

FY 09-10

FY 10-11

8 Administrative Support Reduction

Reduces funding for administrative support across State government.

(\$3,000,000) R

(\$6,600,000) R

-75.00

-165.00

9 Job Development Incentive Grants Reserve

Reduces the continuation budget to a level based on projected payment schedule.

(\$8,400,000) NR

10 Biomedical Research Imaging Center (BRIC)

Eliminates continuation budget appropriations for the construction of BRIC. Construction of BRIC will be funded with "two-thirds" general obligation bonds.

(\$172,000,000) NR

(\$45,000,000) NR

C. Debt Service

11 Adjust Debt Service Payments

Modifies budgeted debt service payments to correspond to projected payment schedule.

(\$27,981,944) R

(\$32,304,949) R

Total Legislative Changes

\$111,073,377 R

\$383,093,344 R

(\$132,442,892) NR

(\$45,000,000) NR

Total Position Changes

-75.00

-165.00

Revised Budget

\$874,462,978

\$1,176,309,585

State Health Plan (Administration)

Budget Code: 28410

	FY 2009-10	FY 2010-11
Beginning Unreserved Fund Balance	\$0	\$0
Recommended Budget		
Requirements	\$298,691,356	\$298,691,356
Receipts	\$298,691,203	\$298,691,203
Positions	42.00	42.00

Legislative Changes

Requirements:

Correct Error in Governor's Recommended Budget	(\$146,028,081) R	(\$146,028,081) R
Makes a non-cash adjustment to correct a numerical entry error in the Governor's proposed continuation budget for the Plan. The correct continuation budget requirements entry should have been \$152,663,275.	\$0 NR 0.00	\$0 NR 0.00
Consolidate Pharmacy Administration Expenditures	\$16,033,444 R	\$16,033,444 R
Transfers pharmacy benefit administrative expenditures currently paid from the Plan's 684XX trust fund budget codes to the administrative budget code 28410. This action consolidates all of the Plan's administrative expenditures under one budget code.	\$0 NR 0.00	\$0 NR 0.00
Enrollment Cost Adjustments for Claims Processing	\$9,712,798 R	\$14,442,586 R
Provides for additional administrative costs to process increased medical and pharmacy claims due to an increase in plan member enrollment. These costs were authorized under Session Law 2009-16 (Senate Bill 287).	\$0 NR 0.00	\$0 NR 0.00
Comprehensive Wellness Initiatives	\$3,384,388 R	\$7,253,282 R
Provides additional funding to support Comprehensive Wellness Initiatives authorized under Section 2(b) of Session Law 2009-16 (Senate Bill 287).	\$0 NR 0.00	\$0 NR 0.00

Conference Report on the Continuation, Capital and Expansion Budget

	FY 2009-10		FY 2010-11	
Care Management Cost Adjustment	\$1,067,659	R	\$1,605,259	R
Provides for additional administrative costs for disease, case and wellness management programs due to increases in plan member enrollment. These costs were authorized under Session Law 2009-16 (Senate Bill 287).	\$0	NR	\$0	NR
	0.00		0.00	
Other cost adjustments	\$2,743,858	R	(\$263,911)	R
Makes other cost adjustments for surcharges paid to the NC High Risk Pool, conducting a dependent eligibility audit, Medicare Part D reconciliation, and ongoing pilot programs.	\$0	NR	\$0	NR
	0.00		0.00	
Subtotal Legislative Changes	(\$113,085,934)	R	(\$106,957,421)	R
	\$0	NR	\$0	NR
	0.00		0.00	

Receipts:

Correct Error in Governor's Recommended Budget	(\$146,028,081)	R	(\$146,028,081)	R
Makes a non-cash adjustment to correct a numerical entry error reported in the Governor's proposed continuation budget. The correct continuation budget receipts entry should have been \$152,663,275.	\$0	NR	\$0	NR
Increase Transfers from 684XX Trust Funds	\$32,942,300	R	\$39,070,813	R
Increases transfers from 684XX Trust Fund budget codes to support administrative costs authorized under Session Law 2009-16 (Senate Bill 287).	\$0	NR	\$0	NR
Subtotal Legislative Changes	(\$113,085,781)	R	(\$106,957,268)	R
	\$0	NR	\$0	NR

Conference Report on the Continuation, Capital and Expansion Budget

FY 2009-10

FY 2010-11

Revised Total Requirements	\$185,605,422	\$191,733,935
Revised Total Receipts	\$185,605,422	\$191,733,935
Change in Fund Balance	\$0	\$0
Total Positions	42.00	42.00

Unappropriated Balance Remaining	\$0	\$0
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CAPITAL
Section M

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Capital

GENERAL FUND

FY 09-10

FY 10-11

Legislative Changes

B. Department of Environment and Natural Resources

1 Water Resources Development Projects

Provides funds for the State's share of Water Resources Development Projects. Funds will provide a State match for \$57.7 million in federal funds. Projects are specified in a special provision.

\$4,875,000 NR

Total Appropriation to Capital

\$4,875,000 NR

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**INFORMATION
TECHNOLOGY
SERVICES
Section N**

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Information Technology Fund

Budget Code: 24467

	FY 2009-10		FY 2010-11
Beginning Unreserved Fund Balance	\$3,123,737		\$1,418,553
Recommended Budget			
Requirements	\$14,821,416		\$14,821,416
Receipts	\$14,821,416		\$14,821,416
Positions	0.00		0.00

Legislative Changes

Requirements:

NC One Map Program	\$167,549	R	\$167,549	R
Transfers the Department of Environment and Natural Resources' NC One Map program to the Office of the State Chief Information Officer.	\$0	NR	\$0	NR
	2.00		2.00	
Center for Geographic Information Analysis	\$0	R	\$0	R
Transfers the Center for Geographic Information Analysis, including seven (7) positions.	\$0	NR	\$0	NR
	7.00		7.00	
Budget and Performance Management System	\$0	R	\$0	R
Provides \$1,021,985 for the development of a Budget and Performance Management System for the Office of State Budget and Management and provides \$500,000 for the development of a new budget/committee reporting system for the General Assembly's Fiscal Research Division.	\$1,521,985	NR	\$0	NR
	0.00		0.00	
Information Technology Fund Adjustment	\$0	R	\$0	R
Reduces appropriations to reflect adjustments in General Fund receipts and the use of the Unreserved Fund Balance.	(\$5,176,232)	NR	(\$5,921,498)	NR
	0.00		0.00	
Subtotal Legislative Changes	\$167,549	R	\$167,549	R
	(\$3,654,247)	NR	(\$5,921,498)	NR
	9.00		9.00	

Conference Report on the Continuation, Capital and Expansion Budget

FY 2009-10

FY 2010-11

Receipts:

Projected Interest Income	\$100,000	R	\$100,000	R
Increases receipts to reflect projected interest earned.	\$0	NR	\$0	NR
Transfer NC One Map Program	\$167,549	R	\$167,549	R
Adjusts receipts to reflect the transfer of the Department of Environment and Natural Resources' NC One Map program from the Center for Geographic Information Analysis.	\$0	NR	\$0	NR
Information Technology Fund Reduction	(\$5,459,431)	R	(\$6,981,416)	R
Adjusts receipts to reflect revised General Fund appropriations to the IT Fund.	\$0	NR	\$0	NR
Subtotal Legislative Changes	(\$5,191,882)	R	(\$6,713,867)	R
	\$0	NR	\$0	NR

Revised Total Requirements	\$11,334,718		\$9,067,467	
Revised Total Receipts	\$9,629,534		\$8,107,549	
Change in Fund Balance	(\$1,705,184)		(\$959,918)	
Total Positions	9.00		9.00	

Ending Unreserved Fund Balance	\$1,418,553		\$458,635	
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